

NIGHTINGALE HOUSE HOSPICE

England & Wales · Charity number 1035600

Details

Other names	NIGHTINGALE HOUSE HOSPICE, WREXHAM HOSPICE AND CANCER SUPPORT CENTRE FOUNDATION, NIGHTINGALE APPEAL
Status	Registered
Legal form	Charitable company
Company number	02906838
Registered	1994-03-24
Register	View on the Charity Commission register

Contact

Address	Nightingale House Hospice Nightingale House Chester Road Wrexham LL11 2SJ
Phone	01978316800
Email	info@nightingalehouse.co.uk
Website	www.nightingalehouse.co.uk

Activities

Objects: (A) TO RELIEVE SICKNESS AND SUFFERING AND PROMOTE THE SPIRITUAL WELL BEING OF PERSONS OF ALL AGES REQUIRING PALLIATIVE CARE AND (B) TO RELIEVE SICKNESS BY EXTENDING AND PROMOTING SCREENING AND TREATMENTS FOR PERSONS OF ALL AGES LIVING IN THE AREA COVERED BY THE WREXHAM HOSPITALS

Activities: TO PROVIDE A SPECIALIST PALLIATIVE CARE SERVICE FOR PATIENTS WITH SPECIFIC LIFE-LIMITING ILLNESSES LIVING IN THE AREA COVERED BY WREXHAM HOSPITALS AND TO SUPPORT THEIR FAMILIES IN A CARING ENVIRONMENT. THE ACTIVITIES WILL BE UNDERTAKEN BY A SPECIALIST TRAINED MULTI-DISCIPLINARY TEAM WHO WILL PROVIDE SYMPTOM CONTROL, ASSESSMENT, TERMINAL CARE, ONGOING EMOTIONAL AND BEREAVEMENT SUPPORT + EDUCATION

Classification

- **How:** Provides Human Resources, Provides Services, Provides Advocacy/advice/information
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives
- **Who:** Children/young People, Elderly/old People, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** THE AREA COVERED BY THE WREXHAM HOSPITALS
- Cheshire East
- Cheshire West & Chester
- Conwy
- Denbighshire
- Flintshire
- Gwynedd
- Isle Of Anglesey
- Powys
- Shropshire
- Wrexham

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£5,984,290	£6,363,764	£8,595,442	128
2023-12-31	£6,480,677	£5,633,492	£8,833,945	121
2022-12-31	£5,484,020	£5,252,050	£7,903,989	114
2021-12-31	£5,335,147	£4,888,196	£7,859,363	127
2020-12-31	£4,973,138	£4,602,234	£7,261,481	144

Trustees

Name	Role	Appointed
Christopher Burgoyne	Chair	2022-06-09
Alison Anne BREBNER		2018-04-26
Dr Ian Happs		2025-04-01
Dr JENNIFER KAREN MARY Russell		
Dr NEIL WILLIAM BRAID		
ELUNED MARY GRIFFITHS		
His Honour Robert Philip Hughes		2016-01-05
JOAN MARY LOWE		
Peter Weston		2020-08-18
ROBERT BROMFIELD COLE		2017-04-27
Richard Thomas		2022-06-09

NIGHTINGALE HOUSE HOSPICE

England & Wales - Charity number 1035600

Accounts

Registered number: 02906838
Charity number: 1035600

NIGHTINGALE HOUSE HOSPICE

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**



NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1 - 2
Trustees' report	3 - 11
Independent auditors' report on the financial statements	12 - 15
Consolidated statement of financial activities	16
Consolidated balance sheet	17 - 18
Charity balance sheet (statement of financial position)	19 - 20
Consolidated statement of cash flows	21
Notes to the financial statements	22 - 46

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees	Mrs E Griffiths, Chair until 31 July 2024 Dr N Braid, Vice Chair Mrs A Brebner Mr C Burgoyne, Chair from 31 July 2024 Mr R Cole Dr J Duguid Mr G Greasley Dr I Happs (appointed 1 April 2025) His Honour R P Hughes Mrs C Jones (resigned 11 June 2024) Mrs J Lowe Mr R C Thomas Mrs C Varley (resigned 7 May 2024) Mr P R Weston
Company registered number	02906838
Charity registered number	1035600
Registered office	Nightingale House Chester Road Wrexham LL11 2SJ
Key Management Personnel	Lauren Emberton - Chief Executive Officer Steve Parry - Acting Chief Executive Officer, May - December 2024 Mandy Cunningham - Director of Clinical and Patient Services, resigned May 2024 Tracey Thomas - Director of Patient and Clinical Services, appointed June 2024 Laura Parry - Director of Income Generation Robert Cole - Director of Finance Samantha Scott - Director of Operations Melissa Everett - Medical Director Caroline Jones - Director of Communications, appointed June 2024
Independent auditors	WR Partners Chartered Accountants Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Bankers	Barclays Bank plc Raymond Court Princes Drive Colwyn Bay LL29 8HT
Solicitors	DTM Legal Archway House Station Road Chester Cheshire CH1 3DR
Investment Managers	Brewin Dolphin 1 The Avenue Spinningfields Square Manchester M3 3AP

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees present their Annual Report together with the audited financial statements of the Charity for the year from 1 January 2024 to 31 December 2024. The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the second edition Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (October 2019).

Objectives and activities

a. Policies and objectives

The object of the Charity is to provide services for individuals and their families living within North East Wales and the border areas who are living with a diagnosis of progressive and/or life limiting illness, delivered, when possible, in the location of their choice and always within the resources available to Nightingale House Hospice.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

To monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

To ensure all services are provided in safe, pleasant and well maintained premises appropriate and fit for purpose in collaboration with other health and social care providers.

To ensure equity of access to hospice services for patients and families identified within our organisations' aims.

The strategies employed to achieve the Charity's objectives and to ensure we deliver public benefit are:

- Maintenance of a suitably qualified and experienced multi disciplinary team
- Corporate and clinical governance monitoring
- Quality assurance audits locally and nationally peer reviewed
- A programme of staff development and training

c. Activities undertaken to achieve objectives

Following an assessment of physical, emotional, social and spiritual needs, services will be delivered by a multi-disciplinary team, trained and competent to meet the needs of all patients, including those with complex, specialist needs.

To provide the highest quality of health care in an appropriate and safe environment and through developing collaborative working partnerships with Health and Social Care providers within the local community.

d. Volunteers

The Charity is dependent on the help of approximately 453 active volunteers who provide incredible levels of support. Volunteers assist in all areas of the hospice and income generation, and are a very important part of the organisation.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Objectives and activities (continued)

e. Main activities undertaken to further the Charity's purposes for the public benefit

Monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

The Trustees have given due consideration to the Charity Commission's guidance on public benefit when reviewing the objectives and in deciding what activities the Charity undertakes. The Trustees are satisfied that the achievements and planned activities contribute to the objectives they have set.

Strategic report

Achievements and performance

a. Key performance indicators

Financial performance is monitored monthly by the executive management team. It is also reviewed and discussed at quarterly finance committee meetings and at all formal board meetings.

b. Review of activities

The Hospice met its objective of providing a comprehensive range of quality services to its patients free at the point of delivery.

c. Investment policy and performance

According to the Memorandum and Articles of Association, the Trustees have the power to invest such part of the funds as they may see fit. Current funds are invested to generate income and capital growth with diversified risk. The portfolio therefore comprises of cash and fixed interest investments and global equities.

Funds are managed by Brewin Dolphin under their Income and Growth Return Category. This category is well diversified by asset class. The portfolio will be generally measured against the APCIMS Balanced Index but will be managed to our individual needs.

Interest and dividend income of £26K (2023: £32K) earned in the year was reinvested in the portfolio. It is the policy of the Board to invest reserves where possible in order to augment income and offset inflationary trends.

Funds are invested so as to generate income and capital growth within a "Balanced" benchmark and a low Risk Category of 6.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Strategic report (continued)

Financial review

a. Going concern

The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

It is the policy of the Board to maintain free cash/quasi cash reserves at a minimum level equating to 6 months expenditure in order to ensure continuity of service in view of variable receipts, funding levels and the uncertain times we are operating in.

At the year end the total funds are £8,595,442 (2023: £8,833,945) of which £2,109,738 (2023: £2,144,447) are restricted funds, consisting primarily of fixed assets, and £6,485,704 (2023: £6,689,498) relate to unrestricted reserves.

These unrestricted reserves have been designated as follows:

	2024
General reserves	£6,485,704
<i>Less designated funds:</i>	
Tangible fixed assets Hospice	£3,506,397
Subsidiaries fixed assets	£82,903
Property maintenance and repair	£50,000
Balance	£2,846,404

The balance of unrestricted reserves is to cover 6 months running costs at the Hospice.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Result for the Year

The Group made a deficit of £239k for the year. Positive movements in the stock market valuations resulted in a net gain on our investment of £141k.

Fixed Asset Investments held at 31 December 2024 were valued at £1.75 million. The figure includes income of £26k which was reinvested in the fund.

Total Income for 2024 of £5.98 million was down £500k on the amount in 2023

The principal funding sources for the year aside from the trading subsidiaries were Local Health Board Core funding of £1m, grants of £590k and legacies and bequests of £593k.

Expenses increased by £730k in the year to £6.36 million – equivalent to 13%. Staff costs equate to 64% of the total expenditure.

The average number of employees during the year was 128, which is 7 higher on the level in 2023 (121).

During 2024 our total charitable expenditure was at £4.58 million equivalent to 72% of total expenditure.

Group net assets stand at £8.6m which is a decrease of £239k compared to 2023. Cash held as working capital at the year end was £761k.

Subsidiary Companies:

Nightingale House Lottery Limited achieved a net profit of £408k compared to £471k in 2023. The profits were gifted to the charity under the Gift Aid scheme.

Nightingale House Promotions Limited made a loss of £7k for the year after transferring gift aid on donated goods of £438k (£198k profit in 2023).

c. Principal risks and uncertainties

Primary risks involve a failure to set a budget which is both achievable and ensures that the objectives of the Charity are met, a failure to accurately report the ongoing financial performance of the Charity in a timely fashion, reserves being jeopardised by poor cash management and investment losses due to unforeseen severe market conditions, and financial loss caused by fraud or theft.

The Trustees have assessed the major risks to which the Charity and the Group is exposed, in particular those related to the operations and finances of the Charity and the Group, and are satisfied that systems and procedures are in place to manage our exposure to the major risks.

The current economic challenges continue to impact the UK and Nightingale House Hospice during 2024, and like many other charities and businesses throughout the UK, our income streams have been impacted.

2025 will continue to be a challenge with a budgeted small deficit and every effort will be made to mitigate these losses. The Trustees and Executive Management Team have always been prudent with regards to financial management, and it is anticipated that this economic storm will continue to be weathered. If difficult trading conditions continue, then the services offered will be reviewed and realigned within budgets available.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

d. Financial risk management objectives and policies

The primary financial risk management objectives and policies centre on robust budgetary control and financial reporting, a robust reserve, cash management and investment policy, and a strong anti fraud and error infrastructure.

e. Principal funding

The principal sources of funding in the year have been Restricted Grants, Fundraising (which includes Donations, Campaigns and Events), followed by Statutory income, Lottery income, Retail, Gifts in Wills, and Gift Aid.

Structure, governance and management

a. Constitution

The Charity and the Group is registered as a charitable (private) company limited by guarantee and was set up by a Memorandum of Association on 4 March 1994. The company was incorporated in Wrexham, UK.

The Charity and the Group is constituted under a Memorandum of Association dated 4 March 1994 and is a registered charity (number 1035600). Each member undertakes to contribute a maximum of £10 to the Charity's assets should it be wound up.

b. Methods of appointment or election of Trustees

As set out in the Articles of Association no person shall be appointed a Trustee unless they have attained the age of 18 years and been recommended by the trustees not less than fourteen nor more than thirty five days before the date appointed for the general meeting. Trustees nominated are representative of the skills and experience needed by the Trustee Board to ensure a balance of professional expertise. In accordance with the Articles of Association any Trustee appointed outside of this time period can only hold office to the following general meeting at which they have to stand for election.

Trustees are elected for a period of three years. Prior to the annual general meeting the Trustees nearing the end of their term are asked whether they wish to continue for a further period of three years. Those willing are reappointed at the annual general meeting. The minimum number of trustees shall not be less than five.

All Trustees give their time voluntarily and receive no benefits from the Charity.

c. Policies adopted for the induction and training of Trustees

Upon being appointed, Trustees are provided with induction training as are staff and volunteers. Half day Board of Trustees meetings which are held twice a year provide opportunity for Trustee training updates on regulatory compliance and service developments. Additional information is supplied upon appointment, by means of the New Trustee Folder which is issued to all new Trustees.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Structure, governance and management (continued)

d. Organisational structure and decision making

The organisation is commonly known as Nightingale House Hospice and is governed by a Board of Trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The Board meets quarterly, as do other committees which cover:

- Strategy (meet every six months)
- Clinical
- Finance
- Human Resources
- Income Generation
- Governance

There are also quarterly sub-committees for Health and Safety, Facilities and Lottery.

e. Pay policy for key management personnel

The remuneration of senior staff is based on market rates and is reviewed annually by the Trustees.

f. Related party relationships

The Charity has two subsidiaries Nightingale House Lottery Limited and Nightingale House Promotions Limited. Nightingale House Lottery Limited and Nightingale House Promotions Limited gift aid their profits to the charity. Nightingale House Lottery Limited administers a weekly lottery and other raffles and draws. Nightingale House Promotions Limited operates the charity shops, cafes, e commerce, gift shop and sale of merchandise.

g. Financial risk management

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

h. Trustees' indemnities

Trustee indemnity insurance is in place for the Trustees.

Plans for future periods

Hospice 5 Year Strategic Plan (2023 – 2028)

The Strategic Plan for the hospice from 2023 – 2028 includes:

- Increasing the number of individuals able to access hospice services
- Improve the patient environment
- Increase community presence to increase more palliative care patients
- Increase Fundraising Income and develop new ideas to maintain lottery contribution
- Increase community engagement and grow corporate partnerships
- To deliver the retail sales plan that achieves budgeted contribution through the existing retail estate

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Plans for future periods (continued)

Clinical

It's now been over a year since our in-patient unit (IPU) was modernised and our patients, family and staff are experiencing the benefits. The privacy, the gardens, dining and kitchen area all contribute to the delivery of exceptional care, that is unique to a hospice environment and welcomed when most needed.

Patient flow, wellbeing, rehabilitation and family support services continue to have a regular flow of patients, working together, adapting to the changing needs of patients and continuing to provide a high standard of services.

Our partnership with Supportive Care UK goes from strength to strength. They continue to deliver the highest level of consultant support for our patients, ensuring that Nightingale House has access to the very best consultant support 24/7.

It has been our environmental goal to become paper light, moving towards electronic patient records and we expect to achieve this in 2025 now that we have identified a suitable system. This is also a fundamental component of modern health care that drives improvements in safety, quality, efficiency and patient engagement, enhancing the care Nightingale House offers.

Our goal is to increase the reach, especially to those living with progressive neurological conditions, to reach them earlier so they can receive the benefits of what we offer, improving their quality of life and symptoms.

Information on fundraising practices

All Fundraising activities are completed by the Nightingale House Hospice fundraising team apart from the sale of lottery membership. The Lottery team is responsible for the sales and administration of the hospice lottery, supported by 1 part-time self-employed canvasser and Sterling Lotteries who run the lottery each week. Canvassing activity has started to increase in 2024 and we plan to appoint a canvassing company in 2025 to help grow our lottery membership going forward.

We adhere with the Code of Fundraising Practice issued by the Fundraising Regulator. The lottery team, including the self-employed canvasser and Sterling Lotteries must abide by the Gambling Commission regulations and guidance set out by Nightingale House Hospice management.

All activities of canvassers are monitored by the inhouse team and sales are followed up by to ensure quality standards are maintained. No lottery complaints were received during 2024.

Our Privacy Policy included the use of personal data for fundraising purposes. This policy also includes details of our external Data Protection Officer should individuals have any concerns regarding the use of their data. All fundraising documentation i.e. gift aid forms, flyers, registration forms, standard letters etc all contain a link to the policy and instructions on how to opt out of future communication.

Annually, we review personal data held regarding supporters to ensure that it is up to date, accurate and not retained longer than required.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Plans for future periods (continued)

Plans for future periods (continued)

- Refreshed fundraising initiatives to respond to changing trends
- Increase Lottery membership, through increased canvassing activity
- Increased resource to build relationships with corporate supporters
- Designated resource to refocus our relationship with individual supporters and gain long-term support to the hospice's future.

Funds held as custodian

There were no funds held as custodian.

Retail

As stated earlier in this report (under subsidiary companies) Nightingale House Promotions Ltd made a loss of £7k for 2024, after transferring gift aid on donated goods of £438k.

Ongoing performance of the retail operation continues to be closely monitored, including our catering arm, which is set for some changes in 2025.

Despite the challenging financial environment, we have seen huge growth in our eCommerce operation and sign ups to gift aid on donated gifts.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

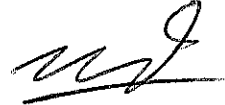
Auditors

The auditors, WR Partners, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr C Burgoyne
Chair of Trustees
Date: 5/8/25



Dr N Braid
(Vice Chair of Trustees)

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE

Opinion

We have audited the financial statements of Nightingale House Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2024 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2024 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report including the Strategic Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Group and determined that the most significant are those that relate to the reporting framework (FRS102 and the Companies Act 2006), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).
- We understood how the Group is complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures. We reviewed board minutes to identify any recorded instances of irregularity or non compliance that might have a material impact on the financial statements.
- We assessed the susceptibility of the Group's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they are considered there was susceptibility to fraud. Based on our understanding our procedures involved enquiries of management and those charged with governance, manual journal testing, cashbook reviews for large and unusual items and the challenge of significant estimates used in preparing financial statements.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

AM Malpass

Andrew Malpass BSC FCA (Senior statutory auditor)

for and on behalf of

WR Partners

Chartered Accountants

Statutory Auditors

Belmont House

Shrewsbury Business Park

Shrewsbury

Shropshire

SY2 6LG

Date:

02/09/2025

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:					
Donations and legacies	4	3,043,488	-	3,043,488	3,305,296
Charitable activities	5	-	589,703	589,703	669,164
Other trading activities	6	2,282,218	-	2,282,218	2,408,033
Investments	7	68,881	-	68,881	98,184
Total income		5,394,587	589,703	5,984,290	6,480,677
Expenditure on:					
Raising funds	8	1,782,930	-	1,782,930	1,630,688
Charitable activities		3,956,422	624,412	4,580,834	4,002,804
Total expenditure		5,739,352	624,412	6,363,764	5,633,492
Net gains on investments		140,971	-	140,971	82,771
Net movement in funds		(203,794)	(34,709)	(238,503)	929,956
Reconciliation of funds:					
Total funds brought forward		6,689,498	2,144,447	8,833,945	7,903,989
Net movement in funds		(203,794)	(34,709)	(238,503)	929,956
Total funds carried forward		6,485,704	2,109,738	8,595,442	8,833,945

The Consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 22 to 46 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	13	5,608,230	5,847,604
Investments	14	1,747,340	1,345,146
		<u>7,355,570</u>	<u>7,192,750</u>
Current assets			
Stocks	15	16,417	17,213
Debtors	16	906,881	1,181,132
Cash at bank and in hand		760,983	1,124,094
		<u>1,684,281</u>	<u>2,322,439</u>
Creditors: amounts falling due within one year	17	(435,089)	(671,659)
Net current assets		<u>1,249,192</u>	<u>1,650,780</u>
Total assets less current liabilities		<u>8,604,762</u>	<u>8,843,530</u>
Provisions for liabilities	18	(9,320)	(9,585)
Total net assets		<u><u>8,595,442</u></u>	<u><u>8,833,945</u></u>


NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Charity funds			
Restricted funds	19	2,109,738	2,144,447
Unrestricted funds	19	6,485,704	6,689,498
Total funds		<u>8,595,442</u>	<u>8,833,945</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr C Burgoyne
(Chair of Trustees)
Date: 5/8/25


Dr N Braid
(Vice Chair of Trustees)

The notes on pages 22 to 46 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CHARITY BALANCE SHEET
AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	13	5,525,328	5,737,257
Investments	14	1,747,340	1,345,146
		<u>7,272,668</u>	<u>7,082,403</u>
Current assets			
Stocks	15	3,605	3,605
Debtors	16	1,103,430	1,360,017
Cash at bank and in hand		200,045	610,336
		<u>1,307,080</u>	<u>1,973,958</u>
Creditors: amounts falling due within one year	17	(275,248)	(519,679)
Net current assets		<u>1,031,832</u>	<u>1,454,279</u>
Total assets less current liabilities		<u>8,304,500</u>	<u>8,536,682</u>
Provisions for liabilities		(9,320)	(9,585)
Total net assets		<u><u>8,295,180</u></u>	<u><u>8,527,097</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

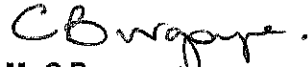
CHARITY BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Charity funds			
Restricted funds	19	2,109,738	2,144,447
Unrestricted funds	19	6,185,442	6,382,650
Total funds		<u>8,295,180</u>	<u>8,527,097</u>

The Charity's net movement in funds for the year was £(231,917) (2023 - £732,392).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr C Burgoyne
(Chair of Trustees)
Date: 5/8/25


Dr N Braid
(Vice Chair of Trustees)

The notes on pages 22 to 46 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash used in operating activities	21	4,831	598,612
Cash flows from investing activities			
Dividends, interests and rents from investments		68,881	98,184
Purchase of tangible fixed assets		(162,196)	(2,192,453)
Proceeds from sale of investments		439,846	-
Purchase of investments		(714,473)	-
Net cash used in investing activities		(367,942)	(2,094,269)
Change in cash and cash equivalents in the year		(363,111)	(1,495,657)
Cash and cash equivalents at the beginning of the year		1,124,094	2,619,751
Cash and cash equivalents at the end of the year	22	760,983	1,124,094

The notes on pages 22 to 46 form part of these financial statements

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. General information

The Charity is a company limited by guarantee incorporated in England and Wales. The registered address and the members of the company are named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the second edition Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Nightingale House Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Group has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

2.2 Basis of consolidation

The financial statements consolidate the accounts of Nightingale House Hospice and all of its subsidiary undertakings ('subsidiaries').

The Charity has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the Charity was a deficit of £231,917 (2023: surplus £732,392).

2.3 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements as explained in the Trustees' Report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

2. Accounting policies (continued)

2.4 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- 50 years
Long-term leasehold property	- Over the shorter of the remaining lease term or remaining lease term or remaining expected useful life of the asset on a straight line basis Modernisation Project - Over 20 years
Plant and machinery	- Over 5 - 10 years straight line
Motor vehicles	- Over 3-5 years on a straight line basis
Fixtures and fittings	- Over 3-10 years on a straight line basis
Office equipment	- Over 3 years on straight line basis

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities

Liabilities and provisions are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.13 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

2. Accounting policies (continued)

2.14 Pensions

The Charity contributes to the National Health Service Pension Scheme (a defined contribution scheme) for those employees who are eligible, a defined contribution group pension plan under auto enrolment and contributes to the personal pension plans of other participating employees.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. In the opinion of the trustees there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

4. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Gift Aid on Donations	178,946	178,946	157,477
Donations	677,094	677,094	782,345
GAYE (donations via companies)	2,462	2,462	2,030
Challenge Activities	95,849	95,849	142,264
Legacies and Bequests	592,507	592,507	954,697
Collections	34,148	34,148	34,991
Covenants	2,098	2,098	2,103
BetsiCadwaladr University LHB - Core funding	1,022,356	1,022,356	916,708
Profits Transferred Under Gift Aid	438,028	438,028	312,681
Total 2024	3,043,488	3,043,488	3,305,296
<i>Total 2023</i>	<i>3,305,296</i>	<i>3,305,296</i>	

5. Income from charitable activities

	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Grant income	589,703	589,703	669,164
Total 2024	589,703	589,703	669,164
<i>Total 2023</i>	<i>669,164</i>	<i>669,164</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

6. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2024 £	Total funds 2024 £	<i>Total funds 2023 £</i>
Catering services	3,283	3,283	3,096
Fundraising	195,374	195,374	254,246
Merchandise	10,627	10,627	10,476
Rental	12,000	12,000	12,000
Miscellaneous income	18,780	18,780	10,635
Campaign income	52,605	52,605	56,370
Commissions receivable	53	53	-
Income from Nightingale House Promotions	1,272,015	1,272,015	1,297,374
Income from Nightingale House Lottery	717,481	717,481	763,836
Total 2024	<u>2,282,218</u>	<u>2,282,218</u>	<u>2,408,033</u>
<i>Total 2023</i>	<u>2,408,033</u>	<u>2,408,033</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

7. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Dividends	25,650	25,650	32,069
Bank Interest	26,768	26,768	47,510
Feed in Tariff	16,463	16,463	18,605
Total 2024	<u>68,881</u>	<u>68,881</u>	<u>98,184</u>
<i>Total 2023</i>	<u>98,184</u>	<u>98,184</u>	

8. Expenditure on raising funds

Other charitable trading expenses

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Nightingale House Hospice - fundraising expenses	180,097	180,097	212,361
Nightingale House Promotions - expenses	639,918	639,918	537,540
Nightingale House Lottery - expenses	253,758	253,758	249,302
Subsidiary companies - staff costs	673,783	673,783	600,968
Subsidiary companies - depreciation	30,744	30,744	30,517
Administration expenses	4,630	4,630	-
Total 2024	<u>1,782,930</u>	<u>1,782,930</u>	<u>1,630,688</u>
<i>Total 2023</i>	<u>1,630,688</u>	<u>1,630,688</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

9. Analysis of expenditure by activities

	Activities undertaken directly 2024 £	Support costs 2024 £	Total funds 2024 £	Total funds 2023 £
Charitable activities	442,692	4,138,142	4,580,834	4,002,804
Total 2024	<u>442,692</u>	<u>4,138,142</u>	<u>4,580,834</u>	<u>4,002,804</u>
<i>Total 2023</i>	<u>403,484</u>	<u>3,599,320</u>	<u>4,002,804</u>	

Analysis of direct costs

	Charitable activities 2024 £	Total funds 2024 £	Total funds 2023 £
Travel	404	404	1,040
Ambulance running costs & other Hospice vehicles	11,772	11,772	11,121
Educational training	22,339	22,339	26,888
Repairs and renewals	156,382	156,382	99,320
Insurance (Life assurance)	11,523	11,523	13,828
Audit and accountancy	23,079	23,079	22,896
Legal and professional and consultancy	145,228	145,228	150,671
Equipment lease	53,936	53,936	60,946
Bank charges & interest	18,029	18,029	16,774
Total 2024	<u>442,692</u>	<u>442,692</u>	<u>403,484</u>
<i>Total 2023</i>	<u>403,484</u>	<u>403,484</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2024 £	Total funds 2024 £	Total funds 2023 £
Staff costs (includes agency costs)	3,382,772	3,382,772	2,928,755
Depreciation	370,830	370,830	265,173
General running costs	344,335	344,335	378,183
Catering provisions	40,205	40,205	27,209
Total 2024	<u>4,138,142</u>	<u>4,138,142</u>	<u>3,599,320</u>
<i>Total 2023</i>	<u>3,599,320</u>	<u>3,599,320</u>	

10. Auditors' remuneration

	2024 £	2023 £
Fees payable to the Group's auditor for the audit of the Group's annual accounts	16,480	15,650
Accounts preparation and other services	4,120	3,950
	<u>16,480</u>	<u>15,650</u>

11. Staff costs

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Wages and salaries	3,566,802	3,131,570	2,952,502	2,584,292
Social security costs	300,825	253,021	256,040	212,484
Contribution to defined contribution pension schemes	188,928	145,132	174,230	131,979
	<u>4,056,555</u>	<u>3,529,723</u>	<u>3,382,772</u>	<u>2,928,755</u>

Included within the above figures are redundancy and severance payments amounting to £5,879.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

11. Staff costs (continued)

The average number of persons employed by the Charity during the year was as follows:

	Group 2024 No.	<i>Group 2023 No.</i>	Charity 2024 No.	<i>Charity 2023 No.</i>
Clinical and domiciliary	61	56	61	56
Fundraising	15	15	15	15
Commercial trading operations	32	30	-	-
Administration and maintenance	20	20	20	20
	<u>128</u>	<u>121</u>	<u>96</u>	<u>91</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2024 No.	<i>Group 2023 No.</i>
In the band £60,001 - £70,000	2	1
In the band £70,001 - £80,000	1	-

Total remuneration of the personnel considered to be key management of the group was £358,095 (2023 - £292,109).

12. Trustees' remuneration and expenses

During the year, one Trustee has been paid remuneration or has received other benefits from an employment with the Charity. The remuneration was paid to the Trustee for their role as Director of Finance following approval from the Charity Commission.

Remuneration of £23,963 (2023 - £12,968) and national insurance contributions of £2,052 (2023 - £534) were paid to the Trustee in respect of his employment.

During the year ended 31 December 2024, no Trustee expenses have been incurred (2023 - £NIL).

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

13. Tangible fixed assets

Group

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2024	5,000	5,357,794	60,025	1,259,679	2,259,705	8,942,203
Additions	-	52,158	-	76,288	33,750	162,196
Disposals	-	-	-	(5,455)	-	(5,455)
Transfers between classes	-	2,208,693	-	84,762	(2,293,455)	-
At 31 December 2024	<u>5,000</u>	<u>7,618,645</u>	<u>60,025</u>	<u>1,415,274</u>	<u>-</u>	<u>9,098,944</u>
Depreciation						
At 1 January 2024	-	2,009,065	54,016	1,031,518	-	3,094,599
Charge for the year	-	305,028	3,061	93,481	-	401,570
On disposals	-	-	-	(5,455)	-	(5,455)
At 31 December 2024	<u>-</u>	<u>2,314,093</u>	<u>57,077</u>	<u>1,119,544</u>	<u>-</u>	<u>3,490,714</u>
Net book value						
At 31 December 2024	<u>5,000</u>	<u>5,304,552</u>	<u>2,948</u>	<u>295,730</u>	<u>-</u>	<u>5,608,230</u>
At 31 December 2023	<u>5,000</u>	<u>3,348,729</u>	<u>6,009</u>	<u>228,161</u>	<u>2,259,705</u>	<u>5,847,604</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2024	5,000	5,357,024	39,692	900,578	2,259,705	8,561,999
Additions	-	52,158	-	72,990	33,750	158,898
Transfers between classes	-	2,208,693	-	84,762	(2,293,455)	-
At 31 December 2024	<u>5,000</u>	<u>7,617,875</u>	<u>39,692</u>	<u>1,058,330</u>	<u>-</u>	<u>8,720,897</u>
Depreciation						
At 1 January 2024	-	2,008,295	33,683	782,764	-	2,824,742
Charge for the year	-	305,028	3,061	62,738	-	370,827
At 31 December 2024	<u>-</u>	<u>2,313,323</u>	<u>36,744</u>	<u>845,502</u>	<u>-</u>	<u>3,195,569</u>
Net book value						
At 31 December 2024	<u>5,000</u>	<u>5,304,552</u>	<u>2,948</u>	<u>212,828</u>	<u>-</u>	<u>5,525,328</u>
At 31 December 2023	<u>5,000</u>	<u>3,348,729</u>	<u>6,009</u>	<u>117,814</u>	<u>2,259,705</u>	<u>5,737,257</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

14. Fixed asset investments

Group	Listed investments £
Cost or valuation	
At 1 January 2024	1,345,146
Additions	714,473
Disposals	(439,846)
Revaluations	127,567
At 31 December 2024	<u>1,747,340</u>
Net book value	
At 31 December 2024	1,747,340
<i>At 31 December 2023</i>	<u>1,345,146</u>
Charity	Listed investments £
Cost or valuation	
At 1 January 2024	1,345,146
Additions	714,473
Disposals	(439,846)
Revaluations	127,567
At 31 December 2024	<u>1,747,340</u>
Net book value	
At 31 December 2024	1,747,340
<i>At 31 December 2023</i>	<u>1,345,146</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

15. Stocks

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Finished goods and goods for resale	<u>16,417</u>	<u>17,213</u>	<u>3,605</u>	<u>3,605</u>

16. Debtors

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Due within one year				
Trade debtors	6,267	48,601	6,267	48,601
Amounts owed by group undertakings	-	-	234,950	215,914
Other debtors	737,887	1,004,719	737,321	1,004,036
Prepayments and accrued income	91,664	84,593	53,829	48,247
Tax recoverable	71,063	43,219	71,063	43,219
	<u>906,881</u>	<u>1,181,132</u>	<u>1,103,430</u>	<u>1,360,017</u>

17. Creditors: Amounts falling due within one year

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Payments received on account	78,890	76,075	20	520
Trade creditors	84,183	115,599	66,823	100,667
Other taxation and social security	79,477	82,889	72,606	71,363
Other creditors	43,751	38,777	42,861	38,777
Accruals and deferred income	148,788	358,319	92,938	308,352
	<u>435,089</u>	<u>671,659</u>	<u>275,248</u>	<u>519,679</u>

Payments on account relate to Lottery stakes received in advance. These are released in full to the profit and loss account as and when players are entered into the weekly cash prize draw.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

18. Provisions

Group

	Pension provision £
At 1 January 2024	9,585
Amounts used	(265)
	<u>9,320</u>

Charity

	Pension provision £
At 1 January 2024	9,585
Amounts used	(265)
	<u>9,320</u>

Pension Provision

The calculation of the cost of the early retirement is based on the capital cost of providing enhanced pensions with allowance for future investment returns in excess of price inflation.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

19. Statement of funds

Statement of funds - current year

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2024 £
Unrestricted funds						
Designated funds						
Tangible fixed assets	3,607,516	-	-	(101,119)	-	3,506,397
Property maintenance and repair	50,000	-	-	-	-	50,000
Subsidiaries - tangible fixed assets	110,348	3,298	(30,743)	-	-	82,903
Modernisation Fund	229,129	-	(229,129)	-	-	-
	<u>3,996,993</u>	<u>3,298</u>	<u>(259,872)</u>	<u>(101,119)</u>	<u>-</u>	<u>3,639,300</u>
General funds						
Charity Funds	2,692,505	5,391,289	(5,479,480)	101,119	140,971	2,846,404
Total Unrestricted funds	<u>6,689,498</u>	<u>5,394,587</u>	<u>(5,739,352)</u>	<u>-</u>	<u>140,971</u>	<u>6,485,704</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

19. Statement of funds (continued)

Restricted funds

Hospice Property Fund	928,431	-	(56,304)	-	-	872,127
Welsh Assembly Grant - capital	132,789	-	(22,672)	-	-	110,117
Phase 1 Development Income	144,718	-	(9,140)	-	-	135,578
Phase 2 Development Income	322,805	-	(19,087)	-	-	303,718
Phase 3 Development Income	9,250	-	(500)	-	-	8,750
Phase 4 Development income	591,748	27,874	(30,981)	-	-	588,641
MBNA General Fund	-	44,480	(41,480)	-	-	3,000
Anne Duchess of Westminster Fund	-	10,000	-	-	-	10,000
St James's Place Charitable Foundation	-	40,000	(14,155)	-	-	25,845
Welsh Government - bereavement support	-	28,726	(28,726)	-	-	-
Sundry Restricted Funds (<£5k)	5,842	21,863	(9,607)	-	-	18,098
BBC Children in Need	-	13,050	(13,050)	-	-	-
The Albert Hunt Trust	8,864	-	-	-	-	8,864
The North Wales Medical Trust	-	25,000	-	-	-	25,000
The Albert Hunt Trust	-	15,000	(15,000)	-	-	-
Welsh Government	-	363,710	(363,710)	-	-	-
	<u>2,144,447</u>	<u>589,703</u>	<u>(624,412)</u>	<u>-</u>	<u>-</u>	<u>2,109,738</u>
Total of funds	<u><u>8,833,945</u></u>	<u><u>5,984,290</u></u>	<u><u>(6,363,764)</u></u>	<u><u>-</u></u>	<u><u>140,971</u></u>	<u><u>8,595,442</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2023 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2023 £</i>
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,268,323	-	-	1,339,193	-	3,607,516
Property maintenance and repair	50,000	-	-	-	-	50,000
Subsidiaries - tangible fixed assets	135,370	5,495	(30,517)	-	-	110,348
Modernisation Fund	1,500,000	-	-	(1,270,871)	-	229,129
	<u>3,953,693</u>	<u>5,495</u>	<u>(30,517)</u>	<u>68,322</u>	<u>-</u>	<u>3,996,993</u>
General funds						
Charity Funds	2,256,100	5,806,018	(5,384,062)	(68,322)	82,771	2,692,505
Total Unrestricted funds	<u>6,209,793</u>	<u>5,811,513</u>	<u>(5,414,579)</u>	<u>-</u>	<u>82,771</u>	<u>6,689,498</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

19. Statement of funds (continued)

Restricted funds

Hospice Property Fund	984,735	-	(56,304)	-	-	928,431
Welsh Assembly Grant - capital	155,461	-	(22,672)	-	-	132,789
Phase 1 Development Income	153,858	-	(9,140)	-	-	144,718
Phase 2 Development Income	341,892	-	(19,087)	-	-	322,805
Phase 3 Development Income	9,750	-	(500)	-	-	9,250
Phase 4 Development income	-	594,224	(2,476)	-	-	591,748
Sundry Restricted Funds (<£5k)	19,636	5,159	(18,953)	-	-	5,842
BBC Children in Need	-	33,200	(33,200)	-	-	-
The Albert Hunt Trust	8,864	-	-	-	-	8,864
In memory donation	20,000	-	(20,000)	-	-	-
Welsh Government	-	36,581	(36,581)	-	-	-
	<u>1,694,196</u>	<u>669,164</u>	<u>(218,913)</u>	<u>-</u>	<u>-</u>	<u>2,144,447</u>
Total of funds	<u><u>7,903,989</u></u>	<u><u>6,480,677</u></u>	<u><u>(5,633,492)</u></u>	<u><u>-</u></u>	<u><u>82,771</u></u>	<u><u>8,833,945</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Restricted Funds

The Hospice Property Fund was set up initially in 1994 from grants received for the construction of the Hospice building. Since 1994 additional grants have been received for refurbishment and improvements of the building and also the building of a new annex. These grants have been fully spent and the value carried forward relates to the value within Fixed Assets – Long Leasehold Property.

Welsh Assembly funding was part of a three year development plan for the Hospice. Grants received relate to specific capital projects. The amount carried forward relates to capital expenditure.

For all capital expenditure the amounts carried forward relate to either the net book value of the assets purchased or monies unspent at the year end. If a grant or donation was received towards the capital cost and the monies have been fully spent, then so long as no other restrictions are outstanding, the net book value may be transferred out of restricted funds to unrestricted funds.

Phase 1 fund relates to grants and donations received towards Phase 1 of the redevelopment.

Phase 2 fund relates to grants and donations received towards Phase 2 of the redevelopment including a significant contribution from The Bradbury Foundation.

Phase 3 fund relates to grants and donations received towards phase 3 of the redevelopment.

Phase 4 fund relates to grants and donations received towards phase 4 of the redevelopment including significant contributions from The Bradbury Foundation, The Bernard Sunley Foundation and The Sir Donald and Lady Edna Wilson Charitable Trust.

Sundry restricted funds represent a number of smaller donations (= to or <£5k) received in the year for specific purposes.

The Albert Hunt Trust Fund £15k is towards running costs.

Welsh Government adult bereavement support relates to £28.7k.

Welsh Government £363.7k is towards running costs.

MBNA General Fund is towards music therapy / garden project and equipment.

The North Wales Medical Trust is towards clinical training.

BBC Children in Need is towards bereavement support for children.

St James's Place is towards patient flow services.

Anne Duchess of Westminster Fund is towards the assisted bathing service.

Designated Funds

The property maintenance and repair fund was established in 2005 to provide towards future repair costs.

Tangible fixed assets represents the net book value of tangible fixed assets at 31 December 2024 purchased using unrestricted funds.

General Fund

The General Reserve includes the reserves of the Promotions Company which amount to £292,113 and the reserves of the Lottery Company which amount to £8,149.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

20. Analysis of net assets between funds

Analysis of net assets between funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	3,589,299	2,018,931	5,608,230
Fixed asset investments	1,747,340	-	1,747,340
Current assets	1,593,474	90,807	1,684,281
Creditors due within one year	(435,089)	-	(435,089)
Provisions for liabilities and charges	(9,320)	-	(9,320)
Total	6,485,704	2,109,738	8,595,442

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 2023 £</i>	<i>Restricted funds 2023 £</i>	<i>Total funds 2023 £</i>
Tangible fixed assets	3,717,863	2,129,741	5,847,604
Fixed asset investments	1,345,146	-	1,345,146
Current assets	2,307,733	14,706	2,322,439
Creditors due within one year	(671,659)	-	(671,659)
Provisions for liabilities and charges	(9,585)	-	(9,585)
Total	6,689,498	2,144,447	8,833,945

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

21. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2024 £	Group 2023 £
Net income/expenditure for the period (as per Statement of Financial Activities)	(238,503)	929,956
Adjustments for:		
Depreciation charges	401,570	295,693
Dividends, interests and rents from investments	(68,881)	(98,184)
Loss on the sale of fixed assets	-	98,545
Decrease/(increase) in stocks	796	(4,160)
Decrease/(increase) in debtors	274,251	(612,894)
Increase in creditors & provisions	(236,835)	89,477
(Gain)/loss on disposal of investments	(127,567)	(99,821)
Net cash provided by operating activities	4,831	598,612

22. Analysis of cash and cash equivalents

	Group 2024 £	Group 2023 £
Cash in hand	760,983	1,124,094
Total cash and cash equivalents	760,983	1,124,094

23. Analysis of changes in net debt

	At 1 January 2024 £	Cash flows £	At 31 December 2024 £
Cash at bank and in hand	1,124,094	(363,111)	760,983
	1,124,094	(363,111)	760,983

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

24. Contingent liabilities

A restricted grant of £300,000 was received in 2007 from the Big Lottery towards the cost of the new annex at the Hospice. The terms and conditions of the grant remain in force for the remaining term of the lease which expires in 2119 and included the requirement to potentially refund the grant if the annex is sold or no longer used for charitable purposes. The land is held under licence from Betsi Cadwaladr University Local Health Board.

25. Pension commitments

The charitable company makes contributions to certain pensions scheme for its employees. One of the schemes for eligible employees is the NHS Superannuation Scheme (a defined contribution scheme). The level of contributions to this scheme is determined annually by the NHS Pensions Agency. The hospice has no further liability beyond the contributions determined. The rate of employer contribution during the year was 14.38% and the charge for the year was £127,886 (2023: £89,335). The amount outstanding relating to this scheme at 31 December 2024 was £16,584 (2023: £15,462) and this was paid in January 2025.

The Hospice also contributes to a group scheme under auto-enrolment with NOW Pensions and to certain participating employees' personal pension plans. The charge for the period was £59,693 (2023: £54,516). The amount outstanding at 31 December 2024 was £14,835 (2023: £12,886) and this was paid in January 2025.

The Hospice also contributes to a private pension for certain participating employees. The charge for the period was £1,552 (2023: £1,630). The amount outstanding at 31 December 2024 was £118 (2023: £75) and this was paid in January 2025.

26. Operating lease commitments

At 31 December 2024 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2024 £	<i>Group</i> <i>2023</i> £	Charity 2024 £	<i>Charity</i> <i>2023</i> £
Not later than 1 year	119,451	121,757	2,576	21,049
Later than 1 year and not later than 5 years	308,375	262,993	-	2,576
Later than 5 years	134,688	46,395	-	-
	562,514	431,145	2,576	23,625

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

27. Related party transactions

During the year, the Charity made purchases of £13,600 (2023: £3,627) from DTM Legal LLP for the provision of legal services. A Trustee of the Charity and his spouse are Designated Members of this company. The balance outstanding at year end was £Nil (2023: £Nil).

The Charity has not entered into any other related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 December 2024.

NIGHTINGALE HOUSE HOSPICE

England & Wales - Charity number 1035600

Accounts

Registered number: 02906838
Charity number: 1035600

NIGHTINGALE HOUSE HOSPICE

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**



NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1 - 2
Trustees' report	3 - 11
Independent auditors' report on the financial statements	12 - 15
Consolidated statement of financial activities	16
Consolidated balance sheet	17
Charity balance sheet (statement of financial position)	18 - 19
Consolidated statement of cash flows	20
Notes to the financial statements	21 - 45

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees	Mrs E Griffiths, Chair Dr N Braid, Vice Chair Mrs A Brebner Mr C Burgoyne Mr R Cole Dr J Duguid Mr G Greasley His Honour R P Hughes Mrs C Jones (appointed 8 June 2023, resigned 10 June 2024) Mrs J Lowe Mr A Morse (resigned 24 May 2023) Mr R C Thomas Mrs C Varley (resigned 7 May 2024) Mr P R Weston
Company registered number	02906838
Charity registered number	1035600
Registered office	Nightingale House Chester Road Wrexham LL11 2SJ
Key Management Personnel	Steve Parry - Chief Executive Officer Lauren Emberton - Deputy Chief Executive Officer Mandy Cunningham - Director of Clinical and Patient Services Laura Parry - Director of Income Generation Robert Cole - Director of Finance Samantha Scott - Director of Operations Melissa Everett - Medical Director
Independent auditors	WR Partners Chartered Accountants Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Bankers	Barclays Bank plc Raymond Court Princes Drive Colwyn Bay LL29 8HT
Solicitors	DTM Legal Archway House Station Road Chester Cheshire CH1 3DR
Investment Managers	Brewin Dolphin 1 The Avenue Spinningfields Square Manchester M3 3AP

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees present their Annual Report together with the audited financial statements of the Charity for the year from 1 January 2023 to 31 December 2023. The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the second edition Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (October 2019).

Objectives and activities

a. Policies and objectives

The object of the Charity is to provide services for individuals and their families living within North East Wales and the border areas who are living with a diagnosis of progressive and/or life limiting illness, delivered, when possible, in the location of their choice and always within the resources available to Nightingale House Hospice.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

To monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

To ensure all services are provided in safe, pleasant and well maintained premises appropriate and fit for purpose in collaboration with other health and social care providers.

To ensure equity of access to hospice services for patients and families identified within our organisations' aims.

The strategies employed to achieve the Charity's objectives and to ensure we deliver public benefit are:

- Maintenance of a suitably qualified and experienced multi disciplinary team
- Corporate and clinical governance monitoring
- Quality assurance audits locally and nationally peer reviewed
- A programme of staff development and training

c. Activities undertaken to achieve objectives

Following an assessment of physical, emotional, social and spiritual needs, services will be delivered by a multi-disciplinary team, trained and competent to meet the needs of all patients, including those with complex, specialist needs.

To provide the highest quality of health care in an appropriate and safe environment and through developing collaborative working partnerships with Health and Social Care providers within the local community.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Objectives and activities (continued)

d. Volunteers

The Charity is dependent on the help of approximately 441 active volunteers who provide incredible levels of support. Volunteers assist in all areas of the hospice and income generation, and are a very important part of the organisation.

e. Main activities undertaken to further the Charity's purposes for the public benefit

Monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

The Trustees have given due consideration to the Charity Commission's guidance on public benefit when reviewing the objectives and in deciding what activities the Charity undertakes. The Trustees are satisfied that the achievements and planned activities contribute to the objectives they have set.

Strategic report

Achievements and performance

a. Key performance indicators

Financial performance is monitored monthly by the executive management team. It is also reviewed and discussed at quarterly finance committee meetings and at all formal board meetings.

b. Review of activities

The Hospice met its objective of providing a comprehensive range of quality services to its patients free at the point of delivery.

c. Investment policy and performance

According to the Memorandum and Articles of Association, the Trustees have the power to invest such part of the funds as they may see fit. Current funds are invested to generate income and capital growth with diversified risk. The portfolio therefore comprises of cash and fixed interest investments and global equities.

Funds are managed by Brewin Dolphin under their Income and Growth Return Category. This category is well diversified by asset class. The portfolio will be generally measured against the APCIMS Balanced Index but will be managed to our individual needs.

Interest and dividend income of £32K (2022: £27K) earned in the year was reinvested in the portfolio. It is the policy of the Board to invest reserves where possible in order to augment income and offset inflationary trends.

Funds are invested so as to generate income and capital growth within a "Balanced" benchmark and a low Risk Category of 6.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Strategic report (continued)

Financial review

a. Going concern

The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

It is the policy of the Board to maintain free cash/quasi cash reserves at a minimum level equating to 6 months expenditure in order to ensure continuity of service in view of variable receipts, funding levels and the uncertain times we are operating in.

At the year end the total funds are £8,833,945 (2022: £7,903,989) of which £2,144,447 (2022: £1,694,196) are restricted funds, consisting primarily of fixed assets, and £6,689,498 (2022: £6,209,793) relate to unrestricted reserves.

These unrestricted reserves have been designated as follows:

2023	
General reserves	£ 6,689,498
<i>Less designated funds:</i>	
Tangible fixed assets Hospice	£ 3,607,516
Subsidiaries	£ 110,348
Property maintenance and repair	£ 50,000
Modernisation fund for planned development	£ 229,129
Balance	£ 2,692,505

The balance of unrestricted reserves is to cover 7 months running costs at the Hospice.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Result for the Year

The Charity reported a positive income for the year before movement in investment assets of £847k. Positive movements in the stock market valuations resulted in a net gain on our investment of £83k which in turn created an overall surplus of £930k at year end.

Fixed Asset Investments held at 31 December 2023 were valued at £1.35 million. The figure includes income of £32k which was reinvested in the fund.

Total Income for 2023 of £6.48 million was up £997k on the amount in 2022

The principal funding sources for the year aside from the trading subsidiaries were Local Health Board Core funding of £917k, grants of £669k and legacies and bequests of £955k.

Expenses increased by £381k in the year to £5.6 million – equivalent to 7.2%. Staff costs equate to 63% of the total expenditure.

The average number of employees during the year was 121, which is 7 higher on the level in 2022 (114).

During 2023 our total charitable expenditure was at £4 million equivalent to 71% of total expenditure.

Group net assets stand at £8.8m which is an increase of £930k compared to 2022. Cash held as working capital at the year end was £1.1 million.

Subsidiary Companies:

Nightingale House Lottery Limited achieved a net profit of £471k compared to £497k in 2022. The profits were gifted to the charity under the Gift Aid scheme.

Nightingale House Promotions Limited made a profit of £198k for the year (£57K profit in 2022).

c. Principal risks and uncertainties

Primary risks involve a failure to set a budget which is both achievable and ensures that the objectives of the Charity are met, a failure to accurately report the ongoing financial performance of the Charity in a timely fashion, reserves being jeopardised by poor cash management and investment losses due to unforeseen severe market conditions, and financial loss caused by fraud or theft.

The Trustees have assessed the major risks to which the Charity and the Group is exposed, in particular those related to the operations and finances of the Charity and the Group, and are satisfied that systems and procedures are in place to manage our exposure to the major risks.

The current cost of living crisis continues to impact the UK and Nightingale House Hospice during 2023, and like many other charities and businesses throughout the UK, our income streams have been impacted however the innovative fundraising initiatives and changes to retail have meant that there was no shortfall during the year.

2024 will continue to be a challenge with a budgeted small surplus and every effort will be made to mitigate losses. The Trustees and Executive Management Team have always been prudent with regards to financial management, and it is anticipated that this economic storm will continue to be weathered. If difficult trading conditions continue, then the services offered will be reviewed and realigned within budgets available.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

d. Financial risk management objectives and policies

The primary financial risk management objectives and policies centre on robust budgetary control and financial reporting, a robust reserve, cash management and investment policy, and a strong anti fraud and error infrastructure.

e. Principal funding

The principal sources of funding in the year have been Restricted Grants, Fundraising (which includes Donations, Campaigns and Events), followed by Statutory income, Lottery income, Retail, Gifts in Wills, and Gift Aid.

Structure, governance and management

a. Constitution

The Charity and the Group is registered as a charitable (private) company limited by guarantee and was set up by a Memorandum of Association on 4 March 1994. The company was incorporated in Wrexham, UK.

The Charity and the Group is constituted under a Memorandum of Association dated 4 March 1994 and is a registered charity (number 1035600). Each member undertakes to contribute a maximum of £10 to the Charity's assets should it be wound up.

b. Methods of appointment or election of Trustees

As set out in the Articles of Association no person shall be appointed a Trustee unless they have attained the age of 18 years and been recommended by the trustees not less than fourteen nor more than thirty five days before the date appointed for the general meeting. Trustees nominated are representative of the skills and experience needed by the Trustee Board to ensure a balance of professional expertise. In accordance with the Articles of Association any Trustee appointed outside of this time period can only hold office to the following general meeting at which they have to stand for election.

Trustees are elected for a period of three years. Prior to the annual general meeting the Trustees nearing the end of their term are asked whether they wish to continue for a further period of three years. Those willing are reappointed at the annual general meeting. The minimum number of trustees shall not be less than five.

All Trustees give their time voluntarily and receive no benefits from the Charity.

c. Policies adopted for the induction and training of Trustees

Upon being appointed, Trustees are provided with induction training as are staff and volunteers. Half day Board of Trustees meetings which are held twice a year provide opportunity for Trustee training updates on regulatory compliance and service developments. Additional information is supplied upon appointment, by means of the New Trustee Folder which is issued to all new Trustees.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Structure, governance and management (continued)

d. Organisational structure and decision making

The organisation is commonly known as Nightingale House Hospice and is governed by a Board of Trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The Board meets quarterly, as do other committees which cover:

- Strategy (meet every six months)
- Clinical
- Finance
- Human Resources
- Fundraising and Lottery
- Retail and Catering

There are also quarterly sub-committees for Health and Safety, Facilities and Information Governance & IT.

e. Pay policy for key management personnel

The remuneration of senior staff is based on market rates and is reviewed annually by the Trustees.

f. Related party relationships

The Charity has two subsidiaries Nightingale House Lottery Limited and Nightingale House Promotions Limited. Nightingale House Lottery Limited and Nightingale House Promotions Limited gift aid their profits to the charity. Nightingale House Lottery Limited administers a weekly lottery and other raffles and draws. Nightingale House Promotions Limited operates the charity shops, cafes, e commerce, gift shop and sale of merchandise.

g. Financial risk management

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

h. Trustees' indemnities

Trustee indemnity insurance is in place for the Trustees.

Plans for future periods

Hospice 5 Year Strategic Plan (2024 – 2029)

The Strategic Plan for the hospice from 2024 – 2029 includes:

- Increasing the number of individuals able to access hospice services
- Improve the patient environment
- Increase community presence to increase more palliative care patients
- Increase Fundraising Income and develop new ideas to maintain lottery contribution
- Increase community engagement and grow corporate partnerships
- To deliver the Retail sales plan that achieves budgeted contribution through the existing retail estate

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Plans for future periods (continued)

Clinical

During 2023, the Hospice modernisation program continued and focused completing the final phase which is our Inpatient Ward. The exciting new plans include 12 individual patient rooms created across 2 wings and will provide an excellent environment and up to date facilities for the delivery of exceptional patient care to our community.

Nightingale House has a strong partnership with Supportive Care UK to deliver the highest level of consultant support for our patients. As an independent charitable Hospice, it is imperative that we are able to continue to develop skills and provide the very best care to those that need it. This exciting partnership with Supportive Care UK continues to ensure that Nightingale House has access to the very best consultant support for a sustainable model for the future delivery of patient services.

The Hospice has continuously reviewed and adapted to ensure the safety of our vulnerable patients has been protected and it remains a significant achievement that we have continued to provide all of our services throughout the inpatient refurbishment during 2023.

Our direct referral service has proved to be a huge success, easing the burden on professional colleagues and providing timely support to those in need. The Patient Flow Team continues to triage all referrals and ensure timely intervention and support is provided.

The Hospice really has been a hive of activity for our patients across all of our outpatient and inpatient services throughout the year and we remain committed to providing exceptional patient care to our community in newly refurbished facilities.

Information on fundraising practices

All fundraising activities are completed by the Nightingale House Fundraising Team apart from the sale of Lottery entries where 1 part time, self-employed canvasser is involved, although canvassing activity has been limited with venues throughout 2023.

We comply with the Code of Fundraising Practice issued by the Fundraising Regulator. The Lottery canvassers are issued with guidelines laid out by Nightingale House and they also must abide by the Gambling Commission regulations.

All activities of Lottery canvassers are monitored – dates worked, locations attended, sales made. All Lottery sales are followed up by the Nightingale House Lottery Team to ensure quality standards are maintained. No Lottery complaints were received during 2023 (Nil in 2022).

Our Privacy Policy (<https://www.nightingalehouse.co.uk/privacy-policy/>) includes the use of personal data for fundraising purposes. This Policy also includes details of the hospice's Data Protection Officer should individuals have any concerns regarding the use of their data. All fundraising documentation i.e., gift aid forms, flyers, registration forms, standard letters, etc. contain a link to the Privacy Policy and instructions of how to opt out of future communication.

We also review annually the personal data we hold regarding our supporters to ensure that, where possible, the data is accurate, up to date and not retained longer than necessary.

Future fundraising plans include:

- New fundraising events to increase community support / engagement
- Designated resource to build relationships with corporate supporters / donors
- Continued development of overseas challenge events

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Plans for future periods (continued)

- Continued development of on line giving facilities

The fundamental principles upon which the Charity carries out fundraising activities are as follows:

- Legal
- Open
- Honest
- Respectful

Funds held as custodian

There were no funds held as custodian.

Retail

As stated earlier in this report (under subsidiary companies) Nightingale House Promotions Limited made a profit of £198k for the year.

Following a review of our retail premises in 2021, we have seen improved performance year on year despite the challenging financial environment, we expect this to continue into 2024.

The ongoing performance of all our retail outlets will continue to be closely monitored. There are no plans in place for any new retail premises unless a suitable opportunity presents itself.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, WR Partners, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mrs E Griffiths
Chair of Trustees

Date: 31/7/24

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE

Opinion

We have audited the financial statements of Nightingale House Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2023 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report including the Strategic Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Group and determined that the most significant are those that relate to the reporting framework (FRS102 and the Companies Act 2006), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).
- We understood how the Group is complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures. We reviewed board minutes to identify any recorded instances of irregularity or non compliance that might have a material impact on the financial statements.
- We assessed the susceptibility of the Group's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they are considered there was susceptibility to fraud. Based on our understanding our procedures involved enquiries of management and those charged with governance, manual journal testing, cashbook reviews for large and unusual items and the challenge of significant estimates used in preparing financial statements.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Malpass BSC FCA (Senior statutory auditor)

for and on behalf of

WR Partners

Chartered Accountants

Statutory Auditors

Belmont House

Shrewsbury Business Park

Shrewsbury

Shropshire

SY2 6LG

Date:

27th August 2024

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:					
Donations and legacies	4	3,305,296	-	3,305,296	3,021,878
Charitable activities	5	-	669,164	669,164	48,938
Other trading activities	6	2,408,033	-	2,408,033	2,368,840
Investments	7	98,184	-	98,184	44,364
Total income		5,811,513	669,164	6,480,677	5,484,020
Expenditure on:					
Raising funds	8	1,630,688	-	1,630,688	1,597,382
Charitable activities		3,783,891	218,913	4,002,804	3,654,668
Total expenditure		5,414,579	218,913	5,633,492	5,252,050
Net gains/(losses) on investments		82,771	-	82,771	(187,344)
Net movement in funds		479,705	450,251	929,956	44,626
Reconciliation of funds:					
Total funds brought forward		6,209,793	1,694,196	7,903,989	7,859,363
Net movement in funds		479,705	450,251	929,956	44,626
Total funds carried forward		6,689,498	2,144,447	8,833,945	7,903,989

The Consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	5,847,604	4,049,389
Investments	14	1,345,146	1,245,325
		<u>7,192,750</u>	<u>5,294,714</u>
Current assets			
Stocks	15	17,213	13,053
Debtors	16	1,181,132	568,238
Cash at bank and in hand		1,124,094	2,619,751
		<u>2,322,439</u>	<u>3,201,042</u>
Creditors: amounts falling due within one year	17	(671,659)	(581,917)
		<u>1,650,780</u>	<u>2,619,125</u>
Net current assets		<u>1,650,780</u>	<u>2,619,125</u>
Total assets less current liabilities		<u>8,843,530</u>	<u>7,913,839</u>
Provisions for liabilities	18	(9,585)	(9,850)
Total net assets		<u><u>8,833,945</u></u>	<u><u>7,903,989</u></u>
Charity funds			
Restricted funds	19	2,144,447	1,694,196
Unrestricted funds	19	6,689,498	6,209,793
Total funds		<u><u>8,833,945</u></u>	<u><u>7,903,989</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs E Griffiths
 (Chair of Trustees)
 Date: 31/7/24



Dr N Braid
 (Trustee)

The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CHARITY BALANCE SHEET
AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	5,737,257	3,914,019
Investments	14	1,345,146	1,245,325
		<u>7,082,403</u>	<u>5,159,344</u>
Current assets			
Stocks	15	3,605	3,344
Debtors	16	1,360,017	1,358,876
Cash at bank and in hand		610,336	1,657,960
		<u>1,973,958</u>	<u>3,020,180</u>
Creditors: amounts falling due within one year	17	(519,679)	(374,969)
Net current assets		<u>1,454,279</u>	<u>2,645,211</u>
Total assets less current liabilities		<u>8,536,682</u>	<u>7,804,555</u>
Provisions for liabilities		(9,585)	(9,850)
Total net assets		<u><u>8,527,097</u></u>	<u><u>7,794,705</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CHARITY BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Charity funds			
Restricted funds	19	2,144,447	1,694,196
Unrestricted funds	19	6,382,650	6,100,509
Total funds		<u>8,527,097</u>	<u>7,794,705</u>

The Charity's net movement in funds for the year was £732,392 (2022 - £(12,708)).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs E Griffiths
(Chair of Trustees)

Date: 31/12/24



Dr N Braid
(Trustee)

The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash used in operating activities	21	598,612	539,002
Cash flows from investing activities			
Dividends, interests and rents from investments		98,184	44,364
Proceeds from the sale of tangible fixed assets		-	14,647
Purchase of tangible fixed assets		(2,192,453)	(273,843)
Net cash used in investing activities		(2,094,269)	(214,832)
Change in cash and cash equivalents in the year		(1,495,657)	324,170
Cash and cash equivalents at the beginning of the year		2,619,751	2,295,581
Cash and cash equivalents at the end of the year	22	1,124,094	2,619,751

The notes on pages 21 to 45 form part of these financial statements

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. General information

The Charity is a company limited by guarantee incorporated in England and Wales. The registered address and the members of the company are named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the second edition Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Nightingale House Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Group has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

2.2 Basis of consolidation

The financial statements consolidate the accounts of Nightingale House Hospice and all of its subsidiary undertakings ('subsidiaries').

The Charity has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the Charity was a surplus of £658,640 (2022: deficit of £12,708).

2.3 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements as explained in the Trustees' Report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

2. Accounting policies (continued)

2.4 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- 50 years
Long-term leasehold property	- Over the shorter of the remaining lease term or remaining lease term or remaining expected useful life of the asset on a straight line basis
	Modernisation Project - Over 20 years
Plant and machinery	- Over 5 - 10 years straight line
Motor vehicles	- Over 3-5 years on a straight line basis
Fixtures and fittings	- Over 3-10 years on a straight line basis
Office equipment	- Over 3 years on straight line basis

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities

Liabilities and provisions are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.13 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

2. Accounting policies (continued)

2.14 Pensions

The Charity contributes to the National Health Service Pension Scheme (a defined contribution scheme) for those employees who are eligible, a defined contribution group pension plan under auto enrolment and contributes to the personal pension plans of other participating employees.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. In the opinion of the trustees there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

4. Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Gift Aid on Donations	157,477	-	157,477	109,326
Donations	533,286	249,059	782,345	482,382
GAYE (donations via companies)	2,030	-	2,030	1,980
Challenge Activities	142,264	-	142,264	212,081
Legacies and Bequests	880,945	-	880,945	1,025,129
Collections	34,991	-	34,991	38,574
Covenants	2,103	-	2,103	1,828
Legacies	73,752	-	73,752	-
BetsiCadwaladr University LHB - Core funding	916,708	-	916,708	931,675
Profits Transferred Under Gift Aid	312,681	-	312,681	218,903
Total 2023	3,305,296	-	3,305,296	3,021,878
<i>Total 2022</i>	<i>2,963,017</i>	<i>58,861</i>	<i>3,021,878</i>	

5. Income from charitable activities

	Restricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Grant income	669,164	669,164	48,938
Total 2023	669,164	669,164	48,938
<i>Total 2022</i>	<i>48,938</i>	<i>48,938</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

6. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Catering services	3,096	3,096	2,581
Fundraising	254,246	254,246	198,892
Merchandise	10,476	10,476	17,705
Rental	12,000	12,000	12,000
Miscellaneous income	10,635	10,635	66,517
Campaign income	56,370	56,370	65,779
Income from Nightingale House Promotions	1,297,374	1,297,374	1,202,161
Income from Nightingale House Lottery	763,836	763,836	803,205
Total 2023	<u>2,408,033</u>	<u>2,408,033</u>	<u>2,368,840</u>
<i>Total 2022</i>	<u>2,368,840</u>	<u>2,368,840</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

7. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Dividends	32,069	32,069	27,191
Bank Interest	47,510	47,510	1,450
Feed in Tariff	18,605	18,605	15,723
Total 2023	<u>98,184</u>	<u>98,184</u>	<u>44,364</u>
<i>Total 2022</i>	<u>44,364</u>	<u>44,364</u>	

8. Expenditure on raising funds

Other charitable trading expenses

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Nightingale House Hospice - fundraising expenses	212,361	212,361	145,971
Nightingale House Promotions - expenses	537,540	537,540	586,471
Nightingale House Lottery - expenses	249,302	249,302	251,350
Subsidiary companies - staff costs	600,968	600,968	581,940
Subsidiary companies - depreciation	30,517	30,517	31,650
Total 2023	<u>1,630,688</u>	<u>1,630,688</u>	<u>1,597,382</u>
<i>Total 2022</i>	<u>1,597,382</u>	<u>1,597,382</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

9. Analysis of expenditure by activities

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Charitable activities	403,484	3,599,320	4,002,804	3,654,668
Total 2023	<u>403,484</u>	<u>3,599,320</u>	<u>4,002,804</u>	<u>3,654,668</u>
<i>Total 2022</i>	<u>354,239</u>	<u>3,300,429</u>	<u>3,654,668</u>	

Analysis of direct costs

	Charitable activities 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Travel	1,040	1,040	1,005
Ambulance running costs & other Hospice vehicles	11,121	11,121	9,583
Educational training	26,888	26,888	15,841
Repairs and renewals	99,320	99,320	78,391
Insurance	13,828	13,828	17,728
Audit and accountancy	22,896	22,896	18,969
Legal and professional	150,671	150,671	146,667
Equipment lease	60,946	60,946	50,393
Bank charges & interest	16,774	16,774	15,662
Total 2023	<u>403,484</u>	<u>403,484</u>	<u>354,239</u>
<i>Total 2022</i>	<u>354,239</u>	<u>354,239</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Staff costs (includes agency costs)	2,928,755	2,928,755	2,780,381
Depreciation	265,173	265,173	265,299
General running costs	378,183	378,183	229,216
Catering provisions	27,209	27,209	25,533
Total 2023	<u>3,599,320</u>	<u>3,599,320</u>	<u>3,300,429</u>
<i>Total 2022</i>	<u>3,300,429</u>	<u>3,300,429</u>	

10. Auditors' remuneration

	2023 £	<i>2022 £</i>
Fees payable to the Group's auditor for the audit of the Group's annual accounts	15,650	14,500
Accounts preparation and other services	3,950	3,650

11. Staff costs

	Group 2023 £	<i>Group 2022 £</i>	Charity 2023 £	<i>Charity 2022 £</i>
Wages and salaries	3,131,570	3,030,708	2,584,292	2,497,943
Social security costs	253,021	227,729	212,484	190,928
Contribution to defined contribution pension schemes	145,132	103,884	131,979	91,510
	<u>3,529,723</u>	<u>3,362,321</u>	<u>2,928,755</u>	<u>2,780,381</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

11. Staff costs (continued)

The average number of persons employed by the Charity during the year was as follows:

	Group 2023 No.	<i>Group 2022 No.</i>	Charity 2023 No.	<i>Charity 2022 No.</i>
Clinical and domiciliary	56	53	56	53
Fundraising	15	14	15	14
Commercial trading operations	30	30	-	-
Administration and maintenance	20	17	20	17
	121	114	91	84

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2023 No.	<i>Group 2022 No.</i>
In the band £60,001 - £70,000	1	-

Total remuneration of the personnel considered to be key management of the group was £292,109 (2022: £232,531).

12. Trustees' remuneration and expenses

During the year, one Trustee has been paid remuneration or has received other benefits from an employment with the Charity. The remuneration was paid to the Trustee for their role as Director of Finance following approval from the Charity Commission.

Remuneration of £12,968 (2022 - £3,019) and national insurance contributions of £534 (2022 - £108) were paid to the Trustee in respect of his employment.

During the year ended 31 December 2023, no Trustee expenses have been incurred (2022 - £Nil).

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

13. Tangible fixed assets

Group

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2023	5,000	5,513,861	60,025	1,437,870	85,650	7,102,406
Additions	-	5,407	-	12,991	2,174,055	2,192,453
Disposals	-	(161,474)	-	(191,182)	-	(352,656)
At 31 December 2023	<u>5,000</u>	<u>5,357,794</u>	<u>60,025</u>	<u>1,259,679</u>	<u>2,259,705</u>	<u>8,942,203</u>
Depreciation						
At 1 January 2023	-	1,878,943	46,164	1,127,910	-	3,053,017
Charge for the year	-	197,953	7,852	89,888	-	295,693
On disposals	-	(67,831)	-	(186,280)	-	(254,111)
At 31 December 2023	<u>-</u>	<u>2,009,065</u>	<u>54,016</u>	<u>1,031,518</u>	<u>-</u>	<u>3,094,599</u>
Net book value						
At 31 December 2023	<u>5,000</u>	<u>3,348,729</u>	<u>6,009</u>	<u>228,161</u>	<u>2,259,705</u>	<u>5,847,604</u>
At 31 December 2022	<u>5,000</u>	<u>3,634,918</u>	<u>13,861</u>	<u>309,960</u>	<u>85,650</u>	<u>4,049,389</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2023	5,000	5,513,091	39,692	1,084,264	85,650	6,727,697
Additions	-	5,407	-	7,496	2,174,055	2,186,958
Disposals	-	(161,474)	-	(191,182)	-	(352,656)
At 31 December 2023	<u>5,000</u>	<u>5,357,024</u>	<u>39,692</u>	<u>900,578</u>	<u>2,259,705</u>	<u>8,561,999</u>
Depreciation						
At 1 January 2023	-	1,878,173	25,831	909,674	-	2,813,678
Charge for the year	-	197,953	7,852	59,370	-	265,175
On disposals	-	(67,831)	-	(186,280)	-	(254,111)
At 31 December 2023	<u>-</u>	<u>2,008,295</u>	<u>33,683</u>	<u>782,764</u>	<u>-</u>	<u>2,824,742</u>
Net book value						
At 31 December 2023	<u>5,000</u>	<u>3,348,729</u>	<u>6,009</u>	<u>117,814</u>	<u>2,259,705</u>	<u>5,737,257</u>
At 31 December 2022	<u>5,000</u>	<u>3,634,918</u>	<u>13,861</u>	<u>174,590</u>	<u>85,650</u>	<u>3,914,019</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

14. Fixed asset investments

Group	Listed investments £
Cost or valuation	
At 1 January 2023	1,245,325
Additions	484,931
Disposals	(446,811)
Revaluations	61,701
At 31 December 2023	<u>1,345,146</u>
Net book value	
At 31 December 2023	1,345,146
<i>At 31 December 2022</i>	<u>1,245,325</u>
Charity	Listed investments £
Cost or valuation	
At 1 January 2023	1,245,325
Additions	484,931
Disposals	(446,811)
Revaluations	61,701
At 31 December 2023	<u>1,345,146</u>
Net book value	
At 31 December 2023	1,345,146
<i>At 31 December 2022</i>	<u>1,245,325</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

15. Stocks

	Group 2023 £	<i>Group 2022 £</i>	Charity 2023 £	<i>Charity 2022 £</i>
Finished goods and goods for resale	17,213	13,053	3,605	3,344

16. Debtors

	Group 2023 £	<i>Group 2022 £</i>	Charity 2023 £	<i>Charity 2022 £</i>
Due within one year				
Trade debtors	48,601	27,188	48,601	27,188
Amounts owed by group undertakings	-	-	215,914	832,877
Other debtors	1,004,719	440,502	1,004,036	440,500
Prepayments and accrued income	84,593	83,272	48,247	41,035
Tax recoverable	43,219	17,276	43,219	17,276
	1,181,132	568,238	1,360,017	1,358,876

17. Creditors: Amounts falling due within one year

	Group 2023 £	<i>Group 2022 £</i>	Charity 2023 £	<i>Charity 2022 £</i>
Payments received on account	76,075	90,169	520	12,817
Trade creditors	115,599	135,226	100,667	114,226
Other taxation and social security	82,889	91,886	71,363	81,077
Other creditors	38,777	34,719	38,777	34,719
Accruals and deferred income	358,319	229,917	308,352	132,130
	671,659	581,917	519,679	374,969

Payments on account relate to Lottery stakes received in advance. These are released in full to the profit and loss account as and when players are entered into the weekly cash prize draw.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

18. Provisions

Group

	Pension provision £
At 1 January 2023	9,850
Amounts used	(265)
	<hr/>
At 31 December 2022	9,585
	<hr/> <hr/>

Charity

	Pension provision £
At 1 January 2023	9,850
Amounts used	(265)
	<hr/>
At 31 December 2022	9,585
	<hr/> <hr/>

Pension Provision

The calculation of the cost of the early retirement is based on the capital cost of providing enhanced pensions with allowance for future investment returns in excess of price inflation.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

19. Statement of funds

Statement of funds - current year

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2023 £
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,268,323	-	-	1,339,193	-	3,607,516
Property maintenance and repair	50,000	-	-	-	-	50,000
Subsidiaries - tangible fixed assets	135,370	5,495	(30,517)	-	-	110,348
Modernisation Fund	1,500,000	-	-	(1,270,871)	-	229,129
	<u>3,953,693</u>	<u>5,495</u>	<u>(30,517)</u>	<u>68,322</u>	<u>-</u>	<u>3,996,993</u>
General funds						
Charity Funds	2,256,100	5,806,018	(5,384,062)	(68,322)	82,771	2,692,505
Total Unrestricted funds	<u>6,209,793</u>	<u>5,811,513</u>	<u>(5,414,579)</u>	<u>-</u>	<u>82,771</u>	<u>6,689,498</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

19. Statement of funds (continued)

Restricted funds

Hospice Property Fund	984,735	-	(56,304)	-	-	928,431
Welsh Assembly Grant - capital	155,461	-	(22,672)	-	-	132,789
Phase 1 Development Income	153,858	-	(9,140)	-	-	144,718
Phase 2 Development Income	341,892	-	(19,087)	-	-	322,805
Phase 3 Development Income	9,750	-	(500)	-	-	9,250
Phase 4 Development income	-	594,224	(2,476)	-	-	591,748
Sundry Restricted Funds (<£5k)	19,636	5,159	(18,953)	-	-	5,842
CIN	-	33,200	(33,200)	-	-	-
The Albert Hunt Trust	8,864	-	-	-	-	8,864
In memory donation	20,000	-	(20,000)	-	-	-
Welsh Government	-	36,581	(36,581)	-	-	-
	<u>1,694,196</u>	<u>669,164</u>	<u>(218,913)</u>	<u>-</u>	<u>-</u>	<u>2,144,447</u>
Total of funds	<u><u>7,903,989</u></u>	<u><u>6,480,677</u></u>	<u><u>(5,633,492)</u></u>	<u><u>-</u></u>	<u><u>82,771</u></u>	<u><u>8,833,945</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2022</i>	<i>Income</i>	<i>Expenditure</i>	<i>Transfers in/out</i>	<i>Gains/ (Losses)</i>	<i>Balance at 31 December 2022</i>
	£	£	£	£	£	£
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,176,121	-	-	92,202	-	2,268,323
Property maintenance and repair	100,000	-	-	(50,000)	-	50,000
Subsidiaries - tangible fixed assets	161,700	-	-	(26,330)	-	135,370
Modernisation Fund	580,927	-	-	919,073	-	1,500,000
	<u>3,018,748</u>	<u>-</u>	<u>-</u>	<u>934,945</u>	<u>-</u>	<u>3,953,693</u>
General funds						
Charity Funds	3,067,755	5,376,221	(5,070,587)	(929,945)	(187,344)	2,256,100
Total Unrestricted funds	<u>6,086,503</u>	<u>5,376,221</u>	<u>(5,070,587)</u>	<u>5,000</u>	<u>(187,344)</u>	<u>6,209,793</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

19. Statement of funds (continued)

Restricted funds

Hospice Property Fund	1,041,039	-	(56,304)	-	-	984,735
Welsh Assembly Grant - capital	178,133	-	(22,672)	-	-	155,461
Staff Fund	280	-	(280)	-	-	-
Phase 1 Development Income	162,998	-	(9,140)	-	-	153,858
Phase 2 Development Income	360,979	-	(19,087)	-	-	341,892
Phase 3 Development Income	-	10,000	(250)	-	-	9,750
Children in Need	-	30,000	(30,000)	-	-	-
Awyr Las	3,036	-	(3,036)	-	-	-
Sundry Restricted Funds (<£5k)	6,395	28,861	(15,620)	-	-	19,636
The Albert Hunt Trust	10,000	-	(1,136)	-	-	8,864
Screwfix Foundation	5,000	-	(5,000)	-	-	-
DTCC Corporate Donation	5,000	-	-	(5,000)	-	-
In memory donation	-	20,000	-	-	-	20,000
Welsh Government	-	18,938	(18,938)	-	-	-
	<u>1,772,860</u>	<u>107,799</u>	<u>(181,463)</u>	<u>(5,000)</u>	<u>-</u>	<u>1,694,196</u>
Total of funds	<u><u>7,859,363</u></u>	<u><u>5,484,020</u></u>	<u><u>(5,252,050)</u></u>	<u><u>-</u></u>	<u><u>(187,344)</u></u>	<u><u>7,903,989</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Restricted Funds

The Hospice Property Fund was set up initially in 1994 from grants received for the construction of the Hospice building. Since 1994 additional grants have been received for refurbishment and improvements of the building and also the building of a new annex. These grants have been fully spent and the value carried forward relates to the value within Fixed Assets – Long Leasehold Property.

Welsh Assembly funding was part of a three year development plan for the Hospice. Grants received relate to specific capital projects. The amount carried forward relates to capital expenditure.

For all capital expenditure the amounts carried forward relate to either the net book value of the assets purchased or monies unspent at the year end. If a grant or donation was received towards the capital cost and the monies have been fully spent, then so long as no other restrictions are outstanding, the net book value may be transferred out of restricted funds to unrestricted funds.

Phase 1 fund relates to grants and donations received towards Phase 1 of the redevelopment.

Phase 2 fund relates to grants and donations received towards Phase 2 of the redevelopment including a significant contribution from The Bradbury Foundation.

Phase 3 fund relates to grants and donations received towards phase 3 of the redevelopment.

Phase 4 fund relates to grants and donations received towards phase 4 of the redevelopment including significant contributions from The Bradbury Foundation, The Bernard Sunley Foundation and The Sir Donald and Lady Edna Wilson Charitable Trust.

Sundry restricted funds represent a number of smaller donations (= to or <£5k) received in the year for specific purposes.

The Albert Hunt Trust fund is towards Here to Help Community information points.

Welsh Government income relates to a bereavement support grant.

Designated Funds

The property maintenance and repair fund was established in 2005 to provide towards future repair costs.

Tangible fixed assets represents the net book value of tangible fixed assets at 31 December 2023 purchased using unrestricted funds.

The modernisation fund represents the contribution to be made by the Hospice to the phase 4 modernisation.

General Fund

The General Reserve includes the reserves of the Promotions Company which amount to £298,699 and the reserves of the Lottery Company which amount to £8,149.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

20. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	3,717,863	2,129,741	5,847,604
Fixed asset investments	1,345,146	-	1,345,146
Current assets	2,307,733	14,706	2,322,439
Creditors due within one year	(671,659)	-	(671,659)
Provisions for liabilities and charges	(9,585)	-	(9,585)
Total	6,689,498	2,144,447	8,833,945

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2022 £</i>	<i>Restricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Tangible fixed assets	2,403,693	1,645,696	4,049,389
Fixed asset investments	1,245,325	-	1,245,325
Current assets	3,152,542	48,500	3,201,042
Creditors due within one year	(581,917)	-	(581,917)
Provisions for liabilities and charges	(9,850)	-	(9,850)
Total	6,209,793	1,694,196	7,903,989

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

21. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2023 £	<i>Group 2022 £</i>
Net income for the year (as per Statement of Financial Activities)	929,956	44,626
Adjustments for:		
Depreciation charges	295,693	296,950
Dividends, interests and rents from investments	(98,184)	(44,364)
Loss/(profit) on the sale of fixed assets	98,545	(6,173)
Decrease/(increase) in stocks	(4,160)	7,506
Decrease/(increase) in debtors	(612,894)	34,644
Increase in creditors & provisions	89,477	29,108
(Gain)/loss on disposal of investments	(99,821)	176,705
Net cash provided by operating activities	598,612	539,002

22. Analysis of cash and cash equivalents

	Group 2023 £	<i>Group 2022 £</i>
Cash in hand	1,124,094	2,619,751
Total cash and cash equivalents	1,124,094	2,619,751

23. Analysis of changes in net debt

	At 1 January 2023 £	Cash flows £	At 31 December 2023 £
Cash at bank and in hand	2,619,751	(1,495,657)	1,124,094
	2,619,751	(1,495,657)	1,124,094

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

24. Contingent liabilities

A restricted grant of £300,000 was received in 2007 from the Big Lottery towards the cost of the new annex at the Hospice. The terms and conditions of the grant remain in force for the remaining term of the lease which expires in 2119 and included the requirement to potentially refund the grant if the annex is sold or no longer used for charitable purposes. The land is held under licence from Betsi Cadwaladr University Local Health Board.

25. Pension commitments

The charitable company makes contributions to certain pensions scheme for its employees. One of the schemes for eligible employees is the NHS Superannuation Scheme (a defined contribution scheme). The level of contributions to this scheme is determined annually by the NHS Pensions Agency. The hospice has no further liability beyond the contributions determined. The rate of employer contribution during the year was 14.38% and the charge for the year was £89,335 (2022: £48,259). The amount outstanding relating to this scheme at 31 December 2023 was £15,462 (2022: £10,497) and this was paid in January 2024.

The Hospice also contributes to a group scheme under auto-enrolment with NOW Pensions and to certain participating employees' personal pension plans. The charge for the period was £54,516 (2022: £54,099). The amount outstanding at 31 December 2023 was £12,886 (2022: £14,667) and this was paid in January 2024.

The Hospice also contributes to a private pension for certain participating employees. The charge for the period was £1,630 (2022: £3,212). The amount outstanding at 31 December 2023 was £75 (2022: £827) and this was paid in January 2024.

26. Operating lease commitments

At 31 December 2023 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2023 £	<i>Group</i> <i>2022</i> £	Charity 2023 £	<i>Charity</i> <i>2022</i> £
Not later than 1 year	121,757	146,843	21,049	21,049
Later than 1 year and not later than 5 years	262,993	376,083	2,576	23,625
Later than 5 years	46,395	52,396	-	-
	431,145	575,322	23,625	44,674

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

27. Related party transactions

During the year, the Charity made purchases of £Nil (2022: £70) from Cutting Edge Landscape Maintenance (WM) Ltd. The managing director of this company is married to a Trustee. The balance outstanding at year end was £Nil (2022: £Nil).

During the year, the Charity made purchases of £3,627 (2022: £Nil) from DTM Legal LLP for the provision of legal services. A Trustee of the Charity and his spouse are Designated Members of this company. The balance outstanding at year end was £Nil (2022: £Nil).

The Charity has not entered into any other related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 December 2023.

NIGHTINGALE HOUSE HOSPICE

England & Wales - Charity number 1035600

Accounts

Registered number: 02906838
Charity number: 1035600

NIGHTINGALE HOUSE HOSPICE

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**



NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1 - 2
Trustees' report	3 - 11
Independent auditors' report on the financial statements	12 - 15
Consolidated statement of financial activities	16
Consolidated balance sheet	17
Charity balance sheet (statement of financial position)	18 - 19
Consolidated statement of cash flows	20
Notes to the financial statements	21 - 45

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2022

Trustees	Dr N Braid, Vice Chair Mrs A Brebner Mr C Burgoyne (appointed 9 June 2022) Mr R Cole Dr J Duguid Mr G Greasley Mrs E Griffiths, Chair His Honour R P Hughes Mrs J Lowe Mr A Morse Mr R C Thomas (appointed 9 June 2022) Mrs C Varley Mr P R Weston
Company registered number	02906838
Charity registered number	1035600
Registered office	Nightingale House Chester Road Wrexham LL11 2SJ
Key Management Personnel	Steve Parry - Chief Executive Officer Lauren Tilston - Deputy Chief Executive Officer Robert Cole - Interim Finance Manager (appointed October 2022) Mandy Cunningham - Director of Clinical Services Laura Parry - Director of Income Generation
Independent auditors	WR Partners Chartered Accountants Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG
Bankers	Barclays Bank plc Raymond Court Princes Drive Colwyn Bay LL29 8HT

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Solicitors	DTM Legal Archway House Station Road Chester Cheshire CH1 3DR
	Gittins McDonald 27-29 Grosvenor Road Wrexham LL11 1BT
Investment Managers	Brewin Dolphin 1 The Avenue Spinningfields Square Manchester M3 3AP

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their Annual Report together with the audited financial statements of the Charity for the year from 1 January 2022 to 31 December 2022. The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the second edition Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (October 2019).

Objectives and activities

a. Policies and objectives

The object of the Charity is to provide services for individuals and their families living within North East Wales and the border areas who are living with a diagnosis of progressive and/or life limiting illness, delivered, when possible, in the location of their choice and always within the resources available to Nightingale House Hospice.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

To monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

To ensure all services are provided in safe, pleasant and well maintained premises appropriate and fit for purpose in collaboration with other health and social care providers.

To ensure equity of access to hospice services for patients and families identified within our organisations' aims.

The strategies employed to achieve the Charity's objectives and to ensure we deliver public benefit are:

- Maintenance of a suitably qualified and experienced multi disciplinary team
- Corporate and clinical governance monitoring
- Quality assurance audits locally and nationally peer reviewed
- A programme of staff development and training

c. Activities undertaken to achieve objectives

Following an assessment of physical, emotional, social and spiritual needs, services will be delivered by a multi-disciplinary team, trained and competent to meet the needs of all patients, including those with complex, specialist needs.

To provide the highest quality of health care in an appropriate and safe environment and through developing collaborative working partnerships with Health and Social Care providers within the local community.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Objectives and activities (continued)

d. Volunteers

The Charity is dependent on the help of approximately 428 active volunteers who provide incredible levels of support. Volunteers assist in all areas of the hospice and income generation, and are a very important part of the organisation.

e. Main activities undertaken to further the Charity's purposes for the public benefit

Monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

The Trustees have given due consideration to the Charity Commission's guidance on public benefit when reviewing the objectives and in deciding what activities the Charity undertakes. The Trustees are satisfied that the achievements and planned activities contribute to the objectives they have set.

Strategic report

Achievements and performance

a. Key performance indicators

Financial performance is monitored monthly by the executive management team. It is also reviewed and discussed at quarterly finance committee meetings and at all formal board meetings.

b. Review of activities

The Hospice met its objective of providing a comprehensive range of quality services to its patients free at the point of delivery. The inpatient unit and all other services operated throughout the year however some departments such as The Wellbeing Centre and Family Support continued to offer phone support alongside face to face appointments.

c. Investment policy and performance

According to the Memorandum and Articles of Association, the Trustees have the power to invest such part of the funds as they may see fit. Current funds are invested to generate income and capital growth with diversified risk. The portfolio therefore comprises of cash and fixed interest investments and global equities.

Funds are managed by Brewin Dolphin under their Income and Growth Return Category. This category is well diversified by asset class. The portfolio will be generally measured against the APCIMS Balanced Index but will be managed to our individual needs.

Interest and dividend income of £27K (2021: £23K) earned in the year was reinvested in the portfolio. It is the policy of the Board to invest reserves where possible in order to augment income and offset inflationary trends.

Funds are invested so as to generate income and capital growth within a "Balanced" benchmark and a low Risk Category of 6.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Strategic report (continued)

Financial review

a. Going concern

The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

It is the policy of the Board to maintain free cash/quasi cash reserves at a minimum level equating to 6 months expenditure in order to ensure continuity of service in view of variable receipts, funding levels and the uncertain times we are operating in.

At the year end the total funds are £7,903,989 (2021: £7,859,363) of which £1,694,196 (2021: £1,772,860) are restricted funds, consisting primarily of fixed assets, and £6,209,793 (2021: £6,086,503) relate to unrestricted reserves.

These unrestricted reserves have been designated as follows:

2022	
General reserves	£6,209,793
Less designated funds:	
Tangible fixed assets Hospice	£2,268,323
Subsidiaries	£ 135,370
Property maintenance and repair	£ 50,000
Modernisation fund for planned development	£1,500,000
Balance	£2,256,100

The balance of unrestricted reserves is to cover 6 months running costs.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Result for the Year

The Charity reported a positive income for the year before movement in investment assets of £232k. Negative movements in the stock market valuations resulted in a net loss on our investment of £187k which in turn created an overall surplus of £45k at year end.

Fixed Asset Investments held at 31 December 2022 were valued at £1.25 million. The figure includes income of £27k which was reinvested in the fund.

Total Income for 2022 of £5.5 million was up £149k on the amount in 2021

The principal funding sources for the year aside from the trading subsidiaries were Local Health Board Core funding of £932k, donations of £482k and legacies and bequests of £1.03 million.

Expenses increased by £364k in the year to £5.3 million – equivalent to 7.4%. Staff costs equate to 64% of the total expenditure.

The average number of employees during the year was 114, which is 13 down on the level in 2021 (127).

During 2022 our total charitable expenditure was at £3.65 million equivalent to 70% of total expenditure.

Group net assets stand at £7.9m which is an increase of £45k compared to 2021. Cash held as working capital at the year end was £2.6 million.

Subsidiary Companies:

Nightingale House Lottery Limited achieved a net profit of £497k compared to £561k in 2021. The profits were gifted to the charity under the Gift Aid scheme.

Nightingale House Promotions Limited made a profit of £57k for the year (£60K loss in 2021).

c. Principal risks and uncertainties

Primary risks involve a failure to set a budget which is both achievable and ensures that the objectives of the Charity are met, a failure to accurately report the ongoing financial performance of the Charity in a timely fashion, reserves being jeopardised by poor cash management and investment losses due to unforeseen severe market conditions, and financial loss caused by fraud or theft.

The Trustees have assessed the major risks to which the Charity and the Group is exposed, in particular those related to the operations and finances of the Charity and the Group, and are satisfied that systems and procedures are in place to manage our exposure to the major risks.

The current cost of living crisis continues to impact the UK and Nightingale House Hospice during 2022, and like many other charities and businesses throughout the UK, our income streams have been impacted however the innovative fundraising initiatives and changes to retail have meant that there was no shortfall during the year.

2023 will continue to be a challenge with a budgeted deficit and every effort will be made to mitigate losses. The Trustees and Executive Management Team have always been prudent with regards to financial management, and it is anticipated that this economic storm will continue to be weathered. If difficult trading conditions continue, then the services offered will be reviewed and realigned within budgets available.

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

d. Financial risk management objectives and policies

The primary financial risk management objectives and policies centre on robust budgetary control and financial reporting, a robust reserve, cash management and investment policy, and a strong anti-fraud and error infrastructure.

e. Principal funding

The principal sources of funding in the year have been Restricted Grants, Fundraising (which includes Donations, Campaigns and Events), followed by Statutory income, Lottery income, Gifts In Wills, and Gift Aid.

Structure, governance and management

a. Constitution

The Charity and the Group is registered as a charitable (private) company limited by guarantee and was set up by a Memorandum of Association on 4 March 1994. The company was incorporated in Wrexham, UK.

The Charity and the Group is constituted under a Memorandum of Association dated 4 March 1994 and is a registered charity (number 1035600). Each member undertakes to contribute a maximum of £10 to the Charity's assets should it be wound up.

b. Methods of appointment or election of Trustees

As set out in the Articles of Association no person shall be appointed a Trustee unless they have attained the age of 18 years and been recommended by the trustees not less than fourteen nor more than thirty five days before the date appointed for the general meeting. Trustees nominated are representative of the skills and experience needed by the Trustee Board to ensure a balance of professional expertise. In accordance with the Articles of Association any Trustee appointed outside of this time period can only hold office to the following general meeting at which they have to stand for election.

Trustees are elected for a period of three years. Prior to the annual general meeting the Trustees nearing the end of their term are asked whether they wish to continue for a further period of three years. Those willing are reappointed at the annual general meeting. The minimum number of trustees shall not be less than five.

All Trustees give their time voluntarily and receive no benefits from the Charity.

c. Policies adopted for the induction and training of Trustees

Upon being appointed, Trustees are provided with induction training as are staff and volunteers. Half day Board of Trustees meetings which are held twice a year provide opportunity for Trustee training updates on regulatory compliance and service developments. Additional information is supplied upon appointment, by means of the New Trustee Folder which is issued to all new Trustees.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, governance and management (continued)

d. Organisational structure and decision making

The organisation is commonly known as Nightingale House Hospice and is governed by a Board of Trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The Board meets quarterly, as do other committees which cover:

- Strategy (meet every six months)
- Clinical
- Finance
- Human Resources
- Fundraising and Lottery
- Retail and Catering

There are also quarterly sub-committees for Health and Safety, Facilities and Information Governance & IT.

e. Pay policy for key management personnel

The remuneration of senior staff is based on market rates and is reviewed annually by the Trustees.

f. Related party relationships

The Charity has two subsidiaries Nightingale House Lottery Limited and Nightingale House Promotions Limited. Nightingale House Lottery Limited and Nightingale House Promotions Limited gift aid their profits to the charity. Nightingale House Lottery Limited administers a weekly lottery and other raffles and draws. Nightingale House Promotions Limited operates the charity shops, cafes, e-commerce, gift shop and sale of merchandise.

g. Financial risk management

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

h. Trustees' indemnities

Trustee indemnity insurance is in place for the Trustees.

Plans for future periods

Hospice 5 Year Strategic Plan (2018 – 2023)

The Strategic Plan for the hospice from 2018 – 2023 includes:

- Increasing the number of individuals able to access hospice services
- Improve the patient environment
- Increase community presence to increase more palliative care patients
- Increase Fundraising Income and develop new ideas to maintain lottery contribution
- Increase community engagement and grow corporate partnerships
- To deliver the Retail sales plan that achieves budgeted contribution through the existing retail estate

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Plans for future periods (continued)

Clinical

During 2022, the Hospice modernisation program continued and focused planning for the final phase which is our Inpatient Ward. The exciting new plans will see 12 individual patient rooms created across 2 wings and will provide an excellent environment and up to date facilities for the delivery of exceptional patient care to our community.

In March, the Hospice received a good inspection from Healthcare Inspectorate Wales and throughout the year has strengthened both the Medical and Clinical teams which will ensure that the Hospice is well positioned to deliver a first class, sustainable patient service to an increased number of patients in the future.

In August, Nightingale House also entered into partnership with Supportive Care UK to deliver the highest level of consultant support for our patients. As an independent charitable Hospice, it is imperative that we are able to continue to develop skills and provide the very best care to those that need it. This new and exciting partnership with Supportive Care UK will ensure that Nightingale House has access to the very best consultant support for a sustainable model for the future delivery of patient services.

Whilst the restrictions surrounding Covid-19 have eased throughout 2022, the Hospice has continuously reviewed and adapted to ensure the safety of our vulnerable patients has been protected and it remains a significant achievement that we have continued to provide all of our services, albeit sometimes virtually, throughout the pandemic and beyond.

Our direct referral service has proved to be a huge success, easing the burden on professional colleagues and providing timely support to those in need. The Patient Flow Team continues to triage all referrals and ensure timely intervention and support is provided.

It has been pleasing to see our patients returning for face-to-face clinic appointments, families receiving bereavement support in person and group sessions taking place and providing vital human interaction and mutual support for one another. The Hospice really has been a hive of activity for our patients across all of our outpatient and inpatient services throughout the year and we remain committed to providing exceptional patient care to our community.

Information on fundraising practices

All fundraising activities are completed by the Nightingale House Fundraising Team apart from the sale of Lottery entries where 1 part time, self employed canvasser is involved, although canvassing activity has been limited with venues throughout 2022.

We comply with the Code of Fundraising Practice issued by the Fundraising Regulator. The Lottery canvassers are issued with guidelines laid out by Nightingale House and they also must abide by the Gambling Commission regulations.

All activities of Lottery canvassers are monitored – dates worked, locations attended, sales made. All Lottery sales are followed up by the Nightingale House Lottery Team to ensure quality standards are maintained. No Lottery complaints were received during 2022 (Nil in 2021).

Our Privacy Policy (<https://www.nightingalehouse.co.uk/privacy-policy/>) includes the use of personal data for fundraising purposes. This Policy also includes details of the hospice's Data Protection Officer should individuals have any concerns regarding the use of their data. All fundraising documentation i.e., gift aid forms, flyers, registration forms, standard letters, etc. contain a link to the Privacy Policy and instructions of how to opt out of future communication.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Plans for future periods (continued)

We also review annually the personal data we hold regarding our supporters to ensure that, where possible, the data is accurate, up to date and not retained longer than necessary.

Future fundraising plans include:

- New fundraising events to increase community support / involvement
- Designated resource to build relationships with corporate supporters / donors
- Development of overseas challenge events
- Development of on line giving facilities

The fundamental principles upon which the Charity carries out fundraising activities are as follows:

- Legal
- Open
- Honest
- Respectful

Funds held as custodian

There were no funds held as custodian.

Retail

As stated earlier in this report (under subsidiary companies) Nightingale House Promotions Limited made a profit of £57k for the year.

The improved performance of all our retail premises as a result of the detailed review carried out in 2021 continued throughout 2022 and we expect this to continue in the 2023 financial performance.

The ongoing performance of all our retail outlets will continue to be closely monitored. There are no plans in place for any new retail premises with the exception of Llangollen should suitable premises be found.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, WR Partners, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mrs E Griffiths
Chair of Trustees

Date: 8 June 2023

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE

Opinion

We have audited the financial statements of Nightingale House Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2022 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report including the Strategic Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Group and determined that the most significant are those that relate to the reporting framework (FRS102 and the Companies Act 2006), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).
- We understood how the Group is complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures. We reviewed board minutes to identify any recorded instances of irregularity or non compliance that might have a material impact on the financial statements.
- We assessed the susceptibility of the Group's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they are considered there was susceptibility to fraud. Based on our understanding our procedures involved enquiries of management and those charged with governance, manual journal testing, cashbook reviews for large and unusual items and the challenge of significant estimates used in preparing financial statements.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Malpass BSC FCA (Senior statutory auditor)

for and on behalf of

WR Partners

Chartered Accountants

Statutory Auditors

Belmont House

Shrewsbury Business Park

Shrewsbury

Shropshire

SY2 6LG

Date:

25th July 2023

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	4	2,963,017	58,861	3,021,878	3,130,484
Charitable activities	5	-	48,938	48,938	40,000
Other trading activities	6	2,368,840	-	2,368,840	2,125,729
Investments	7	44,364	-	44,364	38,934
Total income		5,376,221	107,799	5,484,020	5,335,147
Expenditure on:					
Raising funds	8	1,597,382	-	1,597,382	1,530,849
Charitable activities		3,473,205	181,463	3,654,668	3,357,347
Total expenditure		5,070,587	181,463	5,252,050	4,888,196
Net (losses)/gains on investments		(187,344)	-	(187,344)	150,931
Net income/(expenditure)		118,290	(73,664)	44,626	597,882
Transfers between funds	19	5,000	(5,000)	-	-
Net movement in funds		123,290	(78,664)	44,626	597,882
Reconciliation of funds:					
Total funds brought forward		6,086,503	1,772,860	7,859,363	7,261,481
Net movement in funds		123,290	(78,664)	44,626	597,882
Total funds carried forward		6,209,793	1,694,196	7,903,989	7,859,363

The Consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	4,049,389	4,080,970
Investments	14	1,245,325	1,422,030
		5,294,714	5,503,000
Current assets			
Stocks	15	13,053	20,559
Debtors	16	568,238	602,882
Cash at bank and in hand		2,619,751	2,295,581
		3,201,042	2,919,022
Creditors: amounts falling due within one year	17	(581,917)	(552,014)
Net current assets		2,619,125	2,367,008
Total assets less current liabilities		7,913,839	7,870,008
Provisions for liabilities	18	(9,850)	(10,645)
Total net assets		7,903,989	7,859,363
Charity funds			
Restricted funds	19	1,694,196	1,772,860
Unrestricted funds	19	6,209,793	6,086,503
Total funds		7,903,989	7,859,363

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mrs E Griffiths
 (Chair of Trustees)
 Date: 8 June 2023

Dr N Braid
 (Trustee)



The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CHARITY STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	3,914,019	3,919,270
Investments	14	1,245,325	1,422,030
		<u>5,159,344</u>	<u>5,341,300</u>
Current assets			
Stocks	15	3,344	3,517
Debtors	16	1,358,876	1,763,661
Cash at bank and in hand		1,657,960	1,062,128
		<u>3,020,180</u>	<u>2,829,306</u>
Creditors: amounts falling due within one year	17	(374,969)	(352,548)
		<u>2,645,211</u>	<u>2,476,758</u>
Net current assets		<u>2,645,211</u>	<u>2,476,758</u>
Total assets less current liabilities		<u>7,804,555</u>	<u>7,818,058</u>
Provisions for liabilities		(9,850)	(10,645)
Total net assets		<u><u>7,794,705</u></u>	<u><u>7,807,413</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CHARITY STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Charity funds			
Restricted funds	19	1,694,196	1,772,860
Unrestricted funds	19	6,100,509	6,034,553
Total funds		<u>7,794,705</u>	<u>7,807,413</u>

The Charity's net movement in funds for the year was £(12,708) (2021 - £657,675).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs E Griffiths
(Chair of Trustees)
Date:



Dr N Braid
(Trustee)

The notes on pages 21 to 45 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash used in operating activities	21	539,002	552,608
Cash flows from Investing activities			
Dividends, Interests and rents from investments		44,364	38,934
Proceeds from the sale of tangible fixed assets		14,647	742
Purchase of tangible fixed assets		(273,843)	(340,999)
Proceeds from sale of investments		-	270,150
Purchase of investments		-	(274,904)
Net cash used in investing activities		(214,832)	(306,077)
Change in cash and cash equivalents in the year		324,170	246,531
Cash and cash equivalents at the beginning of the year		2,295,581	2,049,050
Cash and cash equivalents at the end of the year	22	2,619,751	2,295,581

The notes on pages 21 to 45 form part of these financial statements

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. General information

The Charity is a company limited by guarantee incorporated in England and Wales. The registered address and the members of the company are named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the second edition Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Nightingale House Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Group has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

2.2 Basis of consolidation

The financial statements consolidate the accounts of Nightingale House Hospice and all of its subsidiary undertakings ('subsidiaries').

The Charity has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the Charity was a deficit of £12,708 (2021: surplus of £657,675).

2.3 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements as explained in the Trustees' Report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.4 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- 50 years
Long-term leasehold property	- Over the shorter of the remaining lease term or remaining lease term or remaining expected useful life of the asset on a straight line basis
Plant and machinery	- Over 20 years
Motor vehicles	- Over 5 - 10 years straight line
Fixtures and fittings	- Over 3-5 years on a straight line basis
Office equipment	- Over 3-10 years on a straight line basis
	- Over 3 years on straight line basis

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities

Liabilities and provisions are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.13 Financial Instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.14 Pensions

The Charity contributes to the National Health Service Pension Scheme (a defined contribution scheme) for those employees who are eligible, a defined contribution group pension plan under auto enrolment and contributes to the personal pension plans of other participating employees.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. In the opinion of the trustees there are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

4. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Gift Aid on Donations	109,326	-	109,326	86,936
Donations	423,521	58,861	482,382	1,513,531
GAYE (donations via companies)	1,980	-	1,980	1,896
Challenge Activities	212,081	-	212,081	36,697
Legacies and Bequests	1,025,129	-	1,025,129	569,033
Collections	38,574	-	38,574	28,362
Covenants	1,828	-	1,828	1,843
Coronavirus Job Retention Scheme	-	-	-	98,121
BetsiCadwaladr University LHB - Core funding	931,675	-	931,675	640,295
Profits Transferred Under Gift Aid	218,903	-	218,903	153,770
Total 2022	2,963,017	58,861	3,021,878	3,130,484
<i>Total 2021</i>	<i>3,059,171</i>	<i>71,313</i>	<i>3,130,484</i>	

5. Income from charitable activities

	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Grant income	48,938	48,938	40,000
<i>Total 2021</i>	<i>40,000</i>	<i>40,000</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

6. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Catering services	2,581	2,581	2,441
Fundraising	198,892	198,892	84,347
Merchandise	17,705	17,705	16,033
Rental	12,000	12,000	12,000
Miscellaneous income	66,517	66,517	54,131
Campaign income	65,779	65,779	111,610
Income from Nightingale House Promotions	1,202,161	1,202,161	976,442
Income from Nightingale House Lottery	803,205	803,205	868,725
Total 2022	<u>2,368,840</u>	<u>2,368,840</u>	<u>2,125,729</u>
<i>Total 2021</i>	<u>2,125,729</u>	<u>2,125,729</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

7. Investment Income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Dividends	27,191	27,191	23,457
Bank Interest	1,450	1,450	227
Feed in Tariff	15,723	15,723	15,250
Total 2022	<u>44,364</u>	<u>44,364</u>	<u>38,934</u>
<i>Total 2021</i>	<u>38,934</u>	<u>38,934</u>	

8. Expenditure on raising funds

Other charitable trading expenses

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Nightingale House Hospice - fundraising expenses	145,971	145,971	92,460
Nightingale House Promotions - expenses	586,471	586,471	549,198
Nightingale House Lottery - expenses	251,350	251,350	243,788
Subsidiary companies - staff costs	581,940	581,940	606,532
Subsidiary companies - depreciation	31,650	31,650	38,871
Total 2022	<u>1,597,382</u>	<u>1,597,382</u>	<u>1,530,849</u>
<i>Total 2021</i>	<u>1,530,849</u>	<u>1,530,849</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

9. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Charitable activities	354,239	3,300,429	3,654,668	3,357,347
Total 2022	<u>354,239</u>	<u>3,300,429</u>	<u>3,654,668</u>	<u>3,357,347</u>
<i>Total 2021</i>	<u>334,904</u>	<u>3,022,443</u>	<u>3,357,347</u>	

Analysis of direct costs

	Charitable activities 2022 £	Total funds 2022 £	Total funds 2021 £
Travel	1,005	1,005	186
Ambulance running costs & other Hospice vehicles	9,583	9,583	7,767
Educational training	15,841	15,841	17,220
Repairs and renewals	78,391	78,391	78,224
Insurance	17,728	17,728	15,738
Audit and accountancy	18,969	18,969	19,329
Legal and professional	146,667	146,667	119,205
Equipment lease	50,393	50,393	61,441
Bank charges & interest	15,662	15,662	15,794
Total 2022	<u>354,239</u>	<u>354,239</u>	<u>334,904</u>
<i>Total 2021</i>	<u>334,904</u>	<u>334,904</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs (includes agency costs)	2,780,381	2,780,381	2,516,264
Depreciation	265,299	265,299	269,235
General running costs	229,216	229,216	218,321
Catering provisions	25,533	25,533	18,623
Total 2022	<u>3,300,429</u>	<u>3,300,429</u>	<u>3,022,443</u>
<i>Total 2021</i>	<u>3,022,443</u>	<u>3,022,443</u>	

10. Auditors' remuneration

	2022 £	2021 £
Fees payable to the Group's auditor for the audit of the Group's annual accounts	14,500	13,050
Accounts preparation and other services	3,650	3,450

11. Staff costs

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Wages and salaries	3,030,708	2,793,751	2,497,943	2,234,195
Social security costs	227,729	214,080	190,928	179,413
Contribution to defined contribution pension schemes	103,884	114,965	91,510	102,656
	<u>3,362,321</u>	<u>3,122,796</u>	<u>2,780,381</u>	<u>2,516,264</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

11. Staff costs (continued)

The average number of persons employed by the Charity during the year was as follows:

	Group 2022 No.	<i>Group 2021 No.</i>	Charity 2022 No.	<i>Charity 2021 No.</i>
Clinical and domiciliary	53	61	53	61
Fundraising	14	14	14	14
Commercial trading operations	30	38	-	-
Administration and maintenance	17	14	17	14
	<u>114</u>	<u>127</u>	<u>84</u>	<u>89</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2022 No.	<i>Group 2021 No.</i>
In the band £60,001 - £70,000	-	1

Total remuneration of the personnel considered to be key management of the group was £232,531 (2021: £287,455).

12. Trustees' remuneration and expenses

During the year, one Trustee has been paid remuneration or has received other benefits from an employment with the Charity. The remuneration was paid to the Trustee for their role as interim finance manager following approval from the Charity Commission.

Remuneration of £3,019 (2021 - *£NIL*) and national insurance contributions of £108 (2021 - *£NIL*) were paid to the Trustee in respect of his employment.

During the year ended 31 December 2022, no Trustee expenses have been incurred (2021 - *£NIL*).

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13. Tangible fixed assets

Group

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2022	5,000	5,052,909	97,675	1,405,127	329,197	6,889,908
Additions	-	-	5,700	50,738	217,405	273,843
Disposals	-	-	(43,350)	(17,995)	-	(61,345)
Transfers between classes	-	460,952	-	-	(460,952)	-
At 31 December 2022	<u>5,000</u>	<u>5,513,861</u>	<u>60,025</u>	<u>1,437,870</u>	<u>85,650</u>	<u>7,102,406</u>
Depreciation						
At 1 January 2022	-	1,692,364	75,710	1,040,864	-	2,808,938
Charge for the year	-	186,579	8,673	101,698	-	296,950
On disposals	-	-	(38,219)	(14,652)	-	(52,871)
At 31 December 2022	<u>-</u>	<u>1,878,943</u>	<u>46,164</u>	<u>1,127,910</u>	<u>-</u>	<u>3,053,017</u>
Net book value						
At 31 December 2022	<u>5,000</u>	<u>3,634,918</u>	<u>13,861</u>	<u>309,960</u>	<u>85,650</u>	<u>4,049,389</u>
At 31 December 2021	<u>5,000</u>	<u>3,360,545</u>	<u>21,965</u>	<u>364,263</u>	<u>329,197</u>	<u>4,080,970</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2022	5,000	5,052,139	47,987	1,054,639	329,197	6,488,962
Additions	-	-	5,700	42,075	217,405	265,180
Disposals	-	-	(13,995)	(12,450)	-	(26,445)
Transfers between classes	-	460,952	-	-	(460,952)	-
At 31 December 2022	<u>5,000</u>	<u>5,513,091</u>	<u>39,692</u>	<u>1,084,264</u>	<u>85,650</u>	<u>6,727,697</u>
Depreciation						
At 1 January 2022	-	1,691,594	26,022	852,076	-	2,569,692
Charge for the year	-	186,579	8,673	70,048	-	265,300
On disposals	-	-	(8,864)	(12,450)	-	(21,314)
At 31 December 2022	<u>-</u>	<u>1,878,173</u>	<u>25,831</u>	<u>909,674</u>	<u>-</u>	<u>2,813,678</u>
Net book value						
At 31 December 2022	<u>5,000</u>	<u>3,634,918</u>	<u>13,861</u>	<u>174,590</u>	<u>85,650</u>	<u>3,914,019</u>
At 31 December 2021	<u>5,000</u>	<u>3,360,545</u>	<u>21,965</u>	<u>202,563</u>	<u>329,197</u>	<u>3,919,270</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

14. Fixed asset investments

Group	Listed Investments £
Cost or valuation	
At 1 January 2022	1,422,036
Additions	970,006
Disposals	(840,110)
Revaluations	(306,607)
At 31 December 2022	<u>1,245,325</u>
Net book value	
At 31 December 2022	1,245,325
At 31 December 2021	<u>1,422,036</u>
	Listed investments £
Charity	
Cost or valuation	
At 1 January 2022	1,422,036
Additions	970,006
Disposals	(840,110)
Revaluations	(306,607)
At 31 December 2022	<u>1,245,325</u>
Net book value	
At 31 December 2022	1,245,325
At 31 December 2021	<u>1,422,036</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

15. Stocks

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Finished goods and goods for resale	13,053	<i>20,559</i>	3,344	<i>3,517</i>

16. Debtors

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Due within one year				
Trade debtors	27,188	<i>31,891</i>	27,188	<i>31,891</i>
Amounts owed by group undertakings	-	<i>-</i>	832,877	<i>1,205,672</i>
Other debtors	440,502	<i>452,922</i>	440,500	<i>447,487</i>
Prepayments and accrued income	83,272	<i>80,519</i>	41,035	<i>41,061</i>
Tax recoverable	17,276	<i>37,550</i>	17,276	<i>37,550</i>
	568,238	<i>602,882</i>	1,358,876	<i>1,763,661</i>

17. Creditors: Amounts falling due within one year

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Payments received on account	90,169	<i>188,892</i>	12,817	<i>106,722</i>
Trade creditors	135,226	<i>149,604</i>	114,226	<i>104,916</i>
Other taxation and social security	91,886	<i>57,750</i>	81,077	<i>57,750</i>
Other creditors	34,719	<i>30,337</i>	34,719	<i>28,433</i>
Accruals and deferred income	229,917	<i>125,431</i>	132,130	<i>54,727</i>
	581,917	<i>552,014</i>	374,969	<i>352,548</i>

Payments on account relate to Lottery stakes received in advance and funds raised for an overseas challenge planned for 2023. These are released in full to the profit and loss account as and when players are entered into the weekly cash prize draw and the overseas challenge take place.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

18. Provisions

Group

	Pension provision £
At 1 January 2022	10,645
Amounts used	(795)
	<hr/>
At 31 December 2022	9,850

Charity

	Pension provision £
At 1 January 2022	10,645
Amounts used	(795)
	<hr/>
At 31 December 2022	9,850

Pension Provision

The calculation of the cost of the early retirement is based on the capital cost of providing enhanced pensions with allowance for future investment returns in excess of price inflation.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

19. Statement of funds

Statement of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2022 £
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,176,121	-	-	92,202	-	2,268,323
Property maintenance and repair	100,000	-	-	(50,000)	-	50,000
Subsidiaries - tangible fixed assets	161,700	-	-	(26,330)	-	135,370
Modernisation Fund	580,927	-	-	919,073	-	1,500,000
	<u>3,018,748</u>	<u>-</u>	<u>-</u>	<u>934,945</u>	<u>-</u>	<u>3,953,693</u>
General funds						
Charity Funds	3,067,755	5,376,221	(5,070,587)	(929,945)	(187,344)	2,256,100
Total Unrestricted funds	<u>6,086,503</u>	<u>5,376,221</u>	<u>(5,070,587)</u>	<u>5,000</u>	<u>(187,344)</u>	<u>6,209,793</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

19. Statement of funds (continued)

Restricted funds						
Hospice Property Fund	1,041,039	-	(56,304)	-	-	984,735
Welsh Assembly Grant - capital	178,133	-	(22,672)	-	-	155,461
Staff Fund	280	-	(280)	-	-	-
Phase 1 Development Income	162,998	-	(9,140)	-	-	153,858
Phase 2 Development Income	360,979	-	(19,087)	-	-	341,892
Phase 3 Development Income	-	10,000	(250)	-	-	9,750
Children in Need	-	30,000	(30,000)	-	-	-
Awyr Las	3,036	-	(3,036)	-	-	-
Sundry Restricted Funds (<£5k)	6,395	28,861	(15,620)	-	-	19,636
The Albert Hunt Trust	10,000	-	(1,136)	-	-	8,864
Screwfix Foundation	5,000	-	(5,000)	-	-	-
DTCC Corporate Donation	5,000	-	-	(5,000)	-	-
In memory donation	-	20,000	-	-	-	20,000
Welsh Government	-	18,938	(18,938)	-	-	-
	1,772,860	107,799	(181,463)	(5,000)	-	1,694,196
Total of funds	7,859,363	5,484,020	(5,252,050)	-	(187,344)	7,903,989

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2021 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2021 £</i>
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,370,792	-	-	(194,671)	-	2,176,121
Property maintenance and repair	100,000	-	-	-	-	100,000
Subsidiaries - tangible fixed assets	198,601	-	-	(36,901)	-	161,700
Modernisation Fund	432,549	445,349	-	(296,971)	-	580,927
	<u>3,101,942</u>	<u>445,349</u>	<u>-</u>	<u>(528,543)</u>	<u>-</u>	<u>3,018,748</u>
General funds						
Charity Funds	2,304,007	4,778,485	(4,694,211)	528,543	150,931	3,067,755
Total Unrestricted funds	<u>5,405,949</u>	<u>5,223,834</u>	<u>(4,694,211)</u>	<u>-</u>	<u>150,931</u>	<u>6,086,503</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

19. Statement of funds (continued)

Restricted funds						
Hospice Property Fund	1,097,343	-	(56,304)	-	-	1,041,039
Welsh Assembly Grant - capital	200,805	-	(22,672)	-	-	178,133
Staff Fund	280	-	-	-	-	280
Phase 2 Development Income	543,069	-	(19,092)	-	-	523,977
Children In Need	-	40,000	(40,000)	-	-	-
Awyr Las	8,975	-	(5,939)	-	-	3,036
Sundry Restricted Funds (<£5k)	5,060	12,564	(11,229)	-	-	6,395
The Moondance Foundation	-	28,749	(28,749)	-	-	-
The Albert Hunt Trust	-	10,000	-	-	-	10,000
Screwfix Foundation	-	5,000	-	-	-	5,000
DTCC Corporate Donation	-	5,000	-	-	-	5,000
The Gwendoline & Margaret Davies Charitable Trust	-	5,000	(5,000)	-	-	-
The Cadbury Foundation	-	5,000	(5,000)	-	-	-
	<u>1,855,532</u>	<u>111,313</u>	<u>(193,985)</u>	<u>-</u>	<u>-</u>	<u>1,772,860</u>
Total of funds	<u>7,261,481</u>	<u>5,335,147</u>	<u>(4,888,196)</u>	<u>-</u>	<u>150,931</u>	<u>7,859,363</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Restricted Funds

The Hospice Property Fund was set up initially in 1994 from grants received for the construction of the Hospice building. Since 1994 additional grants have been received for refurbishment and improvements of the building and also the building of a new annex. These grants have been fully spent and the value carried forward relates to the value within Fixed Assets – Long Leasehold Property.

The Big Lottery Fund awarded a restricted grant of £300,000 towards the building of a new annex at the Hospice in 2007. Terms and conditions of the grant remain in force for the remaining term of the lease. As this grant has been fully spent the amount carried forward relating to the net book value of the asset has been transferred to the Hospice Property restricted fund above.

Welsh Assembly funding was part of a three year development plan for the Hospice. Grants received relate to specific capital projects. The amount carried forward relates to capital expenditure.

The BBC Children in Need grant is towards salary costs of social workers involved in the Release Project.

For all capital expenditure the amounts carried forward relate to either the net book value of the assets purchased or monies unspent at the year end. If a grant or donation was received towards the capital cost and the monies have been fully spent, then so long as no other restrictions are outstanding, the net book value may be transferred out of restricted funds to unrestricted funds.

Phase 1 fund relates to grants and donations received towards Phase 1 of the redevelopment.

Phase 2 fund relates to grants and donations received towards Phase 2 of the redevelopment including a significant contribution from The Bradbury Foundation.

Phase 3 fund relates to grants and donations received towards phase 3 of the redevelopment.

The Awyr Las donation was specific funding for Music Therapy Sessions.

Sundry restricted funds represent a number of smaller donations (= to or <£5k) received in the year for specific purposes.

The Albert Hunt Trust fund is towards Here to Help Community information points.

Screwfix Foundation fund is towards refurbishment of Inpatient Unit.

Welsh Government income relates to a bereavement support grant.

Designated Funds

The property maintenance and repair fund was established in 2005 to provide towards future repair costs.

Tangible fixed assets represents the net book value of tangible fixed assets at 31 December 2022 purchased using unrestricted funds.

The modernisation fund represents the contribution to be made by the Hospice to the phase 4 modernisation.

General Fund

The General Reserve includes the reserves of the Promotions Company which amount to £101,135 and the reserves of the Lottery Company which amount to £8,149.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

20. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	3,600,518	448,871	4,049,389
Fixed asset investments	-	1,245,325	1,245,325
Current assets	3,201,042	-	3,201,042
Creditors due within one year	(581,917)	-	(581,917)
Provisions for liabilities and charges	(9,850)	-	(9,850)
Total	6,209,793	1,694,196	7,903,989

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	3,730,140	350,830	4,080,970
Fixed asset investments	-	1,422,030	1,422,030
Current assets	2,919,022	-	2,919,022
Creditors due within one year	(552,014)	-	(552,014)
Provisions for liabilities and charges	(10,645)	-	(10,645)
Total	6,086,503	1,772,860	7,859,363

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

21. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	Group 2021 £
Net income for the year (as per Statement of Financial Activities)	44,626	597,882
Adjustments for:		
Depreciation charges	296,950	308,107
Dividends, interests and rents from investments	(44,364)	(38,934)
Loss/(profit) on the sale of fixed assets	(6,173)	-
Decrease/(increase) in stocks	7,506	(1,253)
Decrease/(increase) in debtors	34,644	(243,798)
Increase in creditors & provisions	29,108	81,535
(Gain)/loss on disposal of investments	176,705	(150,931)
Net cash provided by operating activities	539,002	552,608

22. Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash in hand	2,619,751	2,295,581
Total cash and cash equivalents	2,619,751	2,295,581

23. Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	2,295,581	324,170	2,619,751
	2,295,581	324,170	2,619,751

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

24. Contingent liabilities

A restricted grant of £300,000 was received in 2007 from the Big Lottery towards the cost of the new annex at the Hospice. The terms and conditions of the grant remain in force for the remaining term of the lease which expires in 2119 and included the requirement to potentially refund the grant if the annex is sold or no longer used for charitable purposes. The land is held under licence from Betsi Cadwaladr University Local Health Board.

25. Pension commitments

The charitable company makes contributions to certain pensions scheme for its employees. One of the schemes for eligible employees is the NHS Superannuation Scheme (a defined contribution scheme). The level of contributions to this scheme is determined annually by the NHS Pensions Agency. The hospice has no further liability beyond the contributions determined. The rate of employer contribution during the year was 14.38% and the charge for the year was £48,259 (2021: £58,287). The amount outstanding relating to this scheme at 31 December 2022 was £10,497 (2021: £7,288) and this was paid in January 2023.

The Hospice also contributes to a group scheme under auto-enrolment with NOW Pensions and to certain participating employees' personal pension plans. The charge for the period was £54,099 (2021: £50,322). The amount outstanding at 31 December 2022 was £14,667 (2021: £12,047) and this was paid in January 2023.

The Hospice also contributes to a private pension for certain participating employees. The charge for the period was £3,212 (2021: £4,073). The amount outstanding at 31 December 2022 was £827 (2021: £360) and this was paid in January 2023.

26. Operating lease commitments

At 31 December 2022 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2022 £	<i>Group</i> <i>2021</i> £	Charity 2022 £	<i>Charity</i> <i>2021</i> £
Not later than 1 year	146,843	135,468	21,049	21,049
Later than 1 year and not later than 5 years	376,083	371,341	23,625	44,674
Later than 5 years	52,396	55,250	-	-
	575,322	<i>562,059</i>	44,674	<i>65,723</i>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

27. Related party transactions

During the year, the Charity made purchases of £70 (2021: £Nil) from Cutting Edge Landscape Maintenance (WM) Ltd. The managing director of this company is married to a Trustee. The balance outstanding at year end was £Nil (2021: £Nil).

The Charity has not entered into any other related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 December 2022.

NIGHTINGALE HOUSE HOSPICE

England & Wales - Charity number 1035600

Accounts

NIGHTINGALE HOUSE HOSPICE

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**



NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1 - 2
Trustees' report	3 - 12
Independent auditors' report on the financial statements	13 - 16
Consolidated statement of financial activities	17
Consolidated balance sheet	18
Charity balance sheet (statement of financial position)	19 - 20
Consolidated statement of cash flows	21
Notes to the financial statements	22 - 48

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees	Mrs E Griffiths, Chair Dr N Braid, Vice Chair Mrs A Brebner Mr R Cole Dr J Duguid Mr G Greasley His Honour R P Hughes Mrs J Lowe Mr A Morse Mrs C Varley Mr P R Weston
Company registered number	02906838
Charity registered number	1035600
Registered office	Nightingale House Chester Road Wrexham LL11 2SJ
Key Management Personnel	Steve Parry - Chief Executive Officer Christopher Burgoyne - Head of Operations (up until September 2021) Executive Support (September 2021 to December 2021) Lauren Tilston - Head of Income Generation (up until September 2021) Head of Operations and Deputy Chief Executive Officer (as of September 2021) Laura Parry - Head of Income Generation (Appointed September 2021) Tracy Livingstone - Head of Hospice Governance and Education (Retired May 2021) Yvonne Lush - Head of Clinical and Patient Service (Resigned May 2021) Mandy Cunningham - Head of Clinical and Patient Service (Appointed July 2021)
Independent auditors	WR Partners Chartered Accountants Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Bankers	Barclays Bank plc Raymond Court Princes Drive Colwyn Bay LL29 8HT
Solicitors	DTM Legal Archway House Station Road Chester Cheshire CH1 3DR Gittins McDonald 12 Grosvenor Road Wrexham LL11 1BU
Investment Managers	Brewin Dolphin 1 The Avenue Spinningfields Square Manchester M3 3AP

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their Annual Report together with the audited financial statements of the Charity for the year from 1 January 2021 to 31 December 2021. The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the second edition Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (October 2019).

Objectives and activities

a. Policies and objectives

The object of the Charity is to provide services for individuals and their families living within North- East Wales and the border areas who are living with a diagnosis of progressive and/or life-limiting illness, delivered, when possible, in the location of their choice and always within the resources available to Nightingale House Hospice.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

To monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

To ensure all services are provided in safe, pleasant and well maintained premises appropriate and fit for purpose in collaboration with other health and social care providers.

To ensure equity of access to hospice services for patients and families identified within our organisations' aims.

The strategies employed to achieve the Charity's objectives and to ensure we deliver public benefit are:

- Maintenance of a suitably qualified and experienced multi disciplinary team
- Corporate and clinical governance monitoring
- Quality assurance audits locally and nationally peer reviewed
- A programme of staff development and training

c. Activities undertaken to achieve objectives

Following an assessment of physical, emotional, social and spiritual needs, services will be delivered by a multi-disciplinary team, trained and competent to meet the needs of all patients, including those with complex, specialist needs.

To provide the highest quality of health care in an appropriate and safe environment and through developing collaborative working partnerships with Health and Social Care providers within the local community.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Objectives and activities (continued)

d. Volunteers

The Charity is dependent on the help of approximately 400 active volunteers who provide incredible levels of support. Volunteers assist in all areas of the hospice and income generation, and are a very important part of the organisation.

e. Main activities undertaken to further the Charity's purposes for the public benefit

Monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

The Trustees have given due consideration to the Charity Commission's guidance on public benefit when reviewing the objectives and in deciding what activities the Charity undertakes. The Trustees are satisfied that the achievements and planned activities contribute to the objectives they have set.

Strategic report

Achievements and performance

a. Key performance indicators

Financial performance is monitored monthly by the executive management team. It is also reviewed and discussed at quarterly finance committee meetings and at all formal board meetings.

b. Review of activities

The Hospice met its objective of providing a comprehensive range of quality services to its patients free at the point of delivery. Whilst the Covid 19 pandemic continued to disrupt the country, our inpatient unit and all other services continued to operate throughout the year albeit with some departments such as Day Services and Family Support continuing to offer video and phone support alongside face-to-face appointments.

c. Investment policy and performance

According to the Memorandum and Articles of Association, the Trustees have the power to invest such part of the funds as they may see fit. Current funds are invested to generate income and capital growth with diversified risk. The portfolio therefore comprises of cash and fixed interest investments and global equities.

Funds are managed by Brewin Dolphin under their Income and Growth Return Category. This category is well diversified by asset class. The portfolio will be generally measured against the APCIMS Balanced Index but will be managed to our individual needs.

Interest and dividend income of £23K (2020: £31K) earned in the year was reinvested in the portfolio. It is the policy of the Board to invest reserves where possible in order to augment income and offset inflationary trends.

Funds are invested so as to generate income and capital growth within a "Balanced" benchmark and a low-Risk Category of 6.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Strategic report (continued)

Financial review

a. Going concern

After making appropriate enquiries and overcoming the financial challenges impacting Nightingale House Hospice as a result of the ongoing pandemic throughout 2021, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

It is the policy of the Board to maintain free cash/quasi cash reserves at a minimum level equating to 6 months expenditure in order to ensure continuity of service in view of variable receipts, funding levels and the uncertain times we are operating in.

At the year end the total funds are £7,859,363 (2020: £7,261,481) of which £1,772,860 (2020: £1,855,532) are restricted funds, consisting primarily of fixed assets, and £6,086,503 (2020: £5,405,949) relate to unrestricted reserves.

These unrestricted reserves have been designated as follows:

General reserves	£6,086,503
Less designated funds:	
Tangible fixed assets Hospice	£2,176,121
Subsidiaries	£ 161,700
Property maintenance and repair	£ 100,000
Modernisation fund for planned development	£ 580,927
Contingency fund – 6 months running costs	£1,678,674
	£1,389,081

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Result for the Year

The Charity reported a positive income for the year before movement in Investment assets of £447k. Positive movements in the stock market valuations resulted in a net gain on our investment of £151k which in turn created an overall surplus of £598k at year end.

Fixed Asset Investments held at 31 December 2021 were valued at £1.42 million. The figure includes income of £23k which was reinvested in the fund.

Total Income for 2021 of £5.3 million was up £362k on the amount in 2020, equivalent to 7.3%.

The principal funding sources for the year aside from the trading subsidiaries were Local Health Board Core funding of £640k, donations of £1,514k and legacies and bequests of £569k.

Expenses increased by £286k in the year to £4.9 million – equivalent to 6.2%. Staff costs equate to 64% of the total expenditure.

The average number of employees during the year was 127, which is 17 down on the level in 2020 (144). Staff costs increased by 4.6%.

During 2021 our total charitable expenditure was at £3.36 million equivalent to 69% of total expenditure.

Group net assets stand at £7.86m which is an increase of £598k compared to 2020. Cash held as working capital at the year end was £2.3 million.

Subsidiary Companies:

Nightingale House Lottery Limited achieved a net profit of £561k compared to £585k in 2020. The profits were gifted to the charity under the Gift Aid scheme.

Nightingale House Promotions Limited made a loss of £60k for the year. Retail trading conditions are difficult, although turnover was up 19% on 2020 to £976k, it was still 28% below 2019 levels. Gross profit percentage in the year was 44%. During 2021 major changes were made to retail including the closure of 3 shops and a reduction in central overhead costs. We are optimistic that the changes made in 2021 will significantly benefit the retail performance in 2022.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

c. Principal risks and uncertainties

Primary risks involve a failure to set a budget which is both achievable and ensures that the objectives of the Charity are met, a failure to accurately report the ongoing financial performance of the Charity in a timely fashion, reserves being jeopardised by poor cash management and investment losses due to unforeseen severe market conditions, and financial loss caused by fraud or theft.

The Trustees have assessed the major risks to which the Charity and the Group is exposed, in particular those related to the operations and finances of the Charity and the Group, and are satisfied that systems and procedures are in place to manage our exposure to the major risks.

The Covid 19 Pandemic continued to impact the UK and Nightingale House Hospice during 2021, like many other charities and businesses throughout the UK, our income streams were impacted and whilst they have gradually restored in 2021 they have not yet reached pre-covid levels. However, funding support continued in 2021 from the Welsh Government, the Furlough Scheme, Business Rates linked Grants from the local authority, coupled with innovative fundraising initiatives and changes to retail have meant that there was no shortfall during the year.

2022 will continue to be a challenge with a budgeted deficit and every effort will be made to mitigate losses. Emergency funding support from the Welsh Government and Local Authorities will be withdrawn in 2022 and it will be key to restore income streams and develop innovative ways to generate funds. The Trustees and Executive Management Team have always been prudent with regards to financial management and it is anticipated that this economic storm will continue to be weathered. If difficult trading conditions continue, then the services offered will be reviewed and realigned within budgets available.

d. Financial risk management objectives and policies

The primary financial risk management objectives and policies centre on robust budgetary control and financial reporting, a robust reserve, cash management and investment policy, and a strong anti-fraud and error infrastructure.

e. Principal funding

The principal sources of funding in the year have been Restricted Grants (including Emergency funding from the Welsh Government), Fundraising (which includes Donations, Campaigns and Events), followed by Statutory income, Lottery income, Gifts in Wills, and Gift Aid.

Structure, governance and management

a. Constitution

The Charity and the Group is registered as a charitable (private) company limited by guarantee and was set up by a Memorandum of Association on 4 March 1994. The company was incorporated in Wrexham, UK.

The Charity and the Group is constituted under a Memorandum of Association dated 4 March 1994 and is a registered charity (number 1035600). Each member undertakes to contribute a maximum of £10 to the Charity's assets should it be wound up.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management (continued)

b. Methods of appointment or election of Trustees

As set out in the Articles of Association no person shall be appointed a Trustee unless they have attained the age of 18 years and been recommended by the trustees not less than fourteen nor more than thirty-five days before the date appointed for the general meeting. Trustees nominated are representative of the skills and experience needed by the Trustee Board to ensure a balance of professional expertise. In accordance with the Articles of Association any Trustee appointed outside of this time period can only hold office to the following general meeting at which they have to stand for election.

Trustees are elected for a period of three years. Prior to the annual general meeting the Trustees nearing the end of their term are asked whether they wish to continue for a further period of three years. Those willing are reappointed at the annual general meeting. The minimum number of trustees shall not be less than five.

All Trustees give their time voluntarily and receive no benefits from the Charity.

c. Policies adopted for the induction and training of Trustees

Upon being appointed, Trustees are provided with induction training as are staff and volunteers. Half day Board of Trustees meetings which are held twice a year provide opportunity for Trustee training updates on regulatory compliance and service developments. Additional information is supplied upon appointment, by means of the New Trustee Folder which is issued to all new Trustees.

d. Organisational structure and decision making

The organisation is commonly known as Nightingale House Hospice and is governed by a Board of Trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The Board meets quarterly, as do other committees which cover:

- Strategy (meet every six months)
- Clinical
- Finance
- Human Resources
- Fundraising and Lottery
- Retail and Catering

There are also quarterly sub-committees for Health and Safety, Facilities and Information Governance & IT.

e. Pay policy for key management personnel

The remuneration of senior staff is based on market rates and is reviewed annually by the Trustees.

f. Related party relationships

The Charity has two subsidiaries Nightingale House Lottery Limited and Nightingale House Promotions Limited. Nightingale House Lottery Limited and Nightingale House Promotions Limited gift aid their profits to the charity. Nightingale House Lottery Limited administers a weekly lottery and other raffles and draws. Nightingale House Promotions Limited operates the charity shops, cafes, e commerce, gift shop and sale of merchandise.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management (continued)

g. Financial risk management

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

h. Trustees' indemnities

Trustee indemnity insurance is in place for the Trustees.

Plans for future periods

Hospice 5 Year Strategic Plan (2018 – 2023)

The Strategic Plan for the hospice from 2018 – 2023 includes:

- Increasing the number of individuals able to access hospice services
- Improve the patient environment
- Increase community presence to increase more palliative care patients
- Increase Fundraising Income and develop new ideas to maintain lottery contribution
- Increase community engagement and grow corporate partnerships
- To deliver the Retail sales plan that achieves budgeted contribution through the existing retail estate

Clinical

The premises modernisation programme commenced in May 2019 and concluded in July 2020 for the Day Services (Phase 1) and Rehabilitation Services (Phase 2). In 2021 works started for a patient and visitor carpark to be built on adjoining land to the hospice and this work was completed in February 2022. The new carpark will support the hospice with its growing support for patients with palliative care needs and support to their families and loved ones. This has been funded through Hospice reserves and legacies.

Throughout the pandemic, as an independent hospice, we have been fully committed to continuing to deliver our core services to those in our community who needed our support. Nightingale House Clinical staff trialled a Direct Referral Service during the first lockdown as a way of trying to ease the increased pressure on primary care colleagues like GP's and Community Nurses. It quickly became apparent the service was a lifeline to patients and those caring for loved ones, and this is a service which we will continue for the future.

We have fully maintained all patient services throughout 2021. Inpatient care has continued to be delivered and developed. Our inpatient unit continues to offer care to patients with specialist palliative care needs and patients with a neurological disease who require respite, this includes supporting patients who attend the hospice to improve symptom management before returning home.

A considerable amount of risk assessment and safety procedures were needed to try to keep the hospice Covid-19 free, including virtual support, restricted visitor numbers, use of PPE and regular testing of staff, volunteers and visitors.

Day Services and bereavement support have also been maintained, via virtual technology and telephone as well as face to face. We are now starting to invite patients, adults, and children back into the hospice also offering group sessions.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Plans for future periods (continued)

Information on fundraising practices

All fundraising activities are completed by the Nightingale House Fundraising Team apart from the sale of Lottery entries where 2 part time, self-employed canvassers are involved, although canvassing activity has been limited throughout 2021.

We comply with the Code of Fundraising Practice issued by the Fundraising Regulator. The Lottery canvassers are issued with guidelines laid out by Nightingale House and they also must abide by the Gambling Commission regulations.

All activities of Lottery canvassers are monitored – dates worked, locations attended, sales made. All Lottery sales are followed up by the Nightingale House Lottery Team to ensure quality standards are maintained. No Lottery complaints were received during 2021 (Nil in 2020 and 2019 too).

Our Privacy Policy (<https://www.nightingalehouse.co.uk/privacy-policy/>) includes the use of personal data for fundraising purposes. This Policy also includes details of the hospice's Data Protection Officer should individuals have any concerns regarding the use of their data. All fundraising documentation i.e. gift aid forms, flyers, registration forms, standard letters, etc. contain a link to the Privacy Policy and instructions of how to opt out of future communication.

We also review annually the personal data we hold regarding our supporters to ensure that, where possible, the data is accurate, up to date and not retained longer than necessary.

Future fundraising plans include:

- New fundraising events to increase community support / involvement
- Designated resource to build relationships with corporate supporters / donors
- Development of overseas challenge events
- Development of on line giving facilities

The fundamental principles upon which the Charity carries out fundraising activities are as follows:

- Legal
- Open
- Honest
- Respectful

Funds held as custodian

There were no funds held as custodian.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Retail

As stated earlier in this report (under subsidiary companies) Nightingale House Promotions Limited made a loss of £60k for the year.

The performance of all our retail premises were severely impacted by the lockdown experienced in early 2021. Most retail staff were placed on Furlough during the lockdown period and we were able to apply and secure local authority grants to mitigate the losses experienced as a result of temporary closures. However, the concerning downward trend of retail was acknowledged and in 2021 a full profitability review was undertaken for retail. This review was presented at the Retail Committee and approved by the trustees. The outcome of the review resulted in 3 shop closures, the planned closure of the Rhosnesni warehouse in 2022 and the reduction in central overheads. We expect to see the benefits of these changes in the 2022 financial performance of retail.

The ongoing performance of all our retail outlets will continue to be closely monitored. There are no plans in place for any new retail premises with the exception of Llangollen should a suitable premises be found.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, WR Partners, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mrs E Griffiths
Chair of Trustees

Date: *9th June 2022*

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE

Opinion

We have audited the financial statements of Nightingale House Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2021 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report including the Strategic Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We reviewed the susceptibility of the charitable company's financial statements to material misstatement and identified the principal risks, implementing a series of testing procedures to provide us with sufficient comfort to issue our opinion.
- We reviewed the charitable company's regulatory environment to ensure we could conclude that it had acted in accordance with the framework relevant to the charitable company and its environment and identify any instances of non-compliance.
- We also assessed the charitable company's internal control procedures to ensure we could appropriately scrutinise these controls and establish whether our understanding of the control environment was sufficient to supplement our additional testing procedures.
- The engagement team consisted of a team that the engagement partner believes is equipped with the relevant level of technical and charitable company awareness to carry out our work to the required standard.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Malpass BSC FCA (Senior statutory auditor)

for and on behalf of

WR Partners

Chartered Accountants

Statutory Auditors

Belmont House

Shrewsbury Business Park

Shrewsbury

Shropshire

SY2 6LG

Date:

10th June 2022

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	4	3,059,171	71,313	3,130,484	2,943,468
Charitable activities	5	-	40,000	40,000	40,000
Other trading activities	6	2,125,729	-	2,125,729	1,938,423
Investments	7	38,934	-	38,934	51,247
Total income		5,223,834	111,313	5,335,147	4,973,138
Expenditure on:					
Raising funds	8	1,530,849	-	1,530,849	1,490,530
Charitable activities		3,163,362	193,985	3,357,347	3,111,704
Total expenditure		4,694,211	193,985	4,888,196	4,602,234
Net gains on investments		150,931	-	150,931	65,995
Net movement in funds		680,554	(82,672)	597,882	436,899
Reconciliation of funds:					
Total funds brought forward		5,405,949	1,855,532	7,261,481	6,824,582
Net movement in funds		680,554	(82,672)	597,882	436,899
Total funds carried forward		6,086,503	1,772,860	7,859,363	7,261,481

The Consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 22 to 48 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	4,080,970	4,048,820
Investments	14	1,422,030	1,266,345
		<u>5,503,000</u>	<u>5,315,165</u>
Current assets			
Stocks	15	20,559	19,306
Debtors	16	602,882	359,084
Cash at bank and in hand		2,295,581	2,049,050
		<u>2,919,022</u>	<u>2,427,440</u>
Creditors: amounts falling due within one year	17	(552,014)	(470,479)
Net current assets		<u>2,367,008</u>	<u>1,956,961</u>
Total assets less current liabilities		<u>7,870,008</u>	<u>7,272,126</u>
Provisions for liabilities	19	(10,645)	(10,645)
Total net assets		<u><u>7,859,363</u></u>	<u><u>7,261,481</u></u>
Charity funds			
Restricted funds	20	1,772,860	1,855,532
Unrestricted funds	20	6,086,503	5,405,949
Total funds		<u><u>7,859,363</u></u>	<u><u>7,261,481</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs E Griffiths
 (Chair of Trustees)

Date: *9th June 2022*



Dr N Braid
 (Trustee)

The notes on pages 22 to 48 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)
REGISTERED NUMBER: 02906838

CHARITY STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	3,919,270	3,850,219
Investments	14	1,422,030	1,266,345
		<u>5,341,300</u>	<u>5,116,564</u>
Current assets			
Stocks	15	3,517	4,936
Debtors	16	1,763,661	1,423,932
Cash at bank and in hand		1,062,128	895,622
		<u>2,829,306</u>	<u>2,324,490</u>
Creditors: amounts falling due within one year	17	(352,548)	(280,671)
Net current assets		<u>2,476,758</u>	<u>2,043,819</u>
Total assets less current liabilities		<u>7,818,058</u>	<u>7,160,383</u>
Provisions for liabilities	19	(10,645)	(10,645)
Total net assets		<u><u>7,807,413</u></u>	<u><u>7,149,738</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CHARITY STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Charity funds			
Restricted funds	20	1,722,860	1,855,532
Unrestricted funds	20	6,084,553	5,294,206
Total funds		<u>7,807,413</u>	<u>7,149,738</u>


The Charity's net movement in funds for the year was £657,675 (2020 - £588,897).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Mrs E Griffiths
(Chair of Trustees)

Date:


9 June 2022

Dr N Braid
(Trustee)



The notes on pages 22 to 48 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash used in operating activities	22	552,608	266,523
Cash flows from Investing activities			
Dividends, interests and rents from investments		38,934	51,247
Proceeds from the sale of tangible fixed assets		742	1,083
Purchase of tangible fixed assets		(340,999)	(611,592)
Proceeds from sale of investments		270,150	352,859
Purchase of investments		(274,904)	(383,683)
Net cash used in Investing activities		(306,077)	(590,086)
Change in cash and cash equivalents in the year		246,531	(323,563)
Cash and cash equivalents at the beginning of the year		2,049,050	2,372,613
Cash and cash equivalents at the end of the year	23	2,295,581	2,049,050

The notes on pages 22 to 48 form part of these financial statements

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. General Information

The Charity is a company limited by guarantee incorporated in England and Wales. The registered address and the members of the company are named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the second edition Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Nightingale House Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Group has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

2.2 Basis of consolidation

The financial statements consolidate the accounts of Nightingale House Hospice and all of its subsidiary undertakings ('subsidiaries').

The Charity has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the Charity was a surplus of £657,675 (2020: surplus of £588,895).

2.3 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements as explained in the Trustees' Report. The Trustees have also assessed the potential impact on the future operations of the Charity with regard to the Covid-19 outbreak. The Charity is considered to be well positioned given the current environment and the going concern basis of the financial statement is considered appropriate.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.4 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- 50 years
Long-term leasehold property	- Over the shorter of the remaining lease term or remaining lease term or remaining expected useful life of the asset on a straight line basis
Plant and machinery	- Over 5 - 10 years straight line
Motor vehicles	- Over 3-5 years on a straight line basis
Fixtures and fittings	- Over 3-10 years on a straight line basis
Office equipment	- Over 3 years on straight line basis

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on Investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities

Liabilities and provisions are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.13 Financial Instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.14 Pensions

The Charity contributes to the National Health Service Pension Scheme (a defined contribution scheme) for those employees who are eligible, a defined contribution group pension plan under auto enrolment and contributes to the personal pension plans of other participating employees.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

4. Income from donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Gift Aid on Donations	86,936	-	86,936	76,434
Donations	1,442,218	71,313	1,513,531	981,703
GAYE (donations via companies)	1,896	-	1,896	2,372
Challenge Activities	36,697	-	36,697	62,462
Legacies and Bequests	569,033	-	569,033	393,510
Collections	28,362	-	28,362	24,801
Covenants	1,843	-	1,843	1,888
Grants	-	-	-	467,853
Coronavirus Job Retention Scheme	98,121	-	98,121	208,884
BetsiCadwaladr University LHB - Core funding	640,295	-	640,295	627,740
Gift Aid on Donated Goods	153,770	-	153,770	95,821
Total 2021	3,059,171	71,313	3,130,484	2,943,468
<i>Total 2020</i>	<i>2,449,306</i>	<i>494,162</i>	<i>2,943,468</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

5. Income from charitable activities

	Restricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Children in Need	40,000	40,000	40,000
<i>Total 2020</i>	<u>40,000</u>	<u>40,000</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

6. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Catering services	2,441	2,441	34,004
Fundraising	84,347	84,347	25,540
Merchandise	16,033	16,033	28,089
Rental	12,000	12,000	12,000
Miscellaneous income	54,131	54,131	45,631
Campaign income	111,610	111,610	68,713
Income from Nightingale House Promotions	976,442	976,442	820,291
Income from Nightingale House Lottery	868,725	868,725	904,155
Total 2021	<u>2,125,729</u>	<u>2,125,729</u>	<u>1,938,423</u>
<i>Total 2020</i>	<u>1,938,423</u>	<u>1,938,423</u>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

7. Investment Income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Dividends	23,457	23,457	31,469
Bank Interest	227	227	2,394
Feed in Tariff	15,250	15,250	17,384
Total 2021	38,934	38,934	51,247
<i>Total 2020</i>	<i>51,247</i>	<i>51,247</i>	

8. Expenditure on raising funds

Other charitable trading expenses

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Nightingale House Hospice - fundraising expenses	92,460	92,460	61,728
Nightingale House Promotions - expenses	549,198	549,198	515,048
Nightingale House Lottery - expenses	243,788	243,788	237,327
Subsidiary companies - staff costs	606,532	606,532	637,435
Subsidiary companies - depreciation	38,871	38,871	38,992
Total 2021	1,530,849	1,530,849	1,490,530
<i>Total 2020</i>	<i>1,490,530</i>	<i>1,490,530</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

9. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Charitable activities	334,904	3,022,443	3,357,347	3,111,704
Total 2021	334,904	3,022,443	3,357,347	3,111,704
<i>Total 2020</i>	<i>306,528</i>	<i>2,805,176</i>	<i>3,111,704</i>	

Analysis of direct costs

	Charitable activities 2021 £	Total funds 2021 £	Total funds 2020 £
Travel	186	186	723
Ambulance running costs & other Hospice vehicles	7,767	7,767	7,891
Educational training	17,220	17,220	9,518
Repairs and renewals	78,224	78,224	83,915
Insurance	15,738	15,738	15,117
Audit and accountancy	19,329	19,329	13,420
Legal and professional	119,205	119,205	132,828
Equipment lease	61,441	61,441	27,606
Bank charges & interest	15,794	15,794	15,510
Total 2021	334,904	334,904	306,528
<i>Total 2020</i>	<i>306,528</i>	<i>306,528</i>	

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Staff costs	2,516,264	2,516,264	2,349,360
Depreciation	269,235	269,235	238,514
General running costs	218,321	218,321	187,758
Catering provisions	18,623	18,623	29,544
Total 2021	<u>3,022,443</u>	<u>3,022,443</u>	<u>2,805,176</u>
<i>Total 2020</i>	<u>2,805,176</u>	<u>2,805,176</u>	

10. Auditors' remuneration

	2021 £	<i>2020 £</i>
Fees payable to the Group's auditor for the audit of the Group's annual accounts	13,050	12,400
Accounts preparation and other services	3,450	3,200

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

11. Staff costs

	Group 2021 £	<i>Group 2020 £</i>	Charity 2021 £	<i>Charity 2020 £</i>
Wages and salaries	2,793,751	2,674,080	2,234,195	2,080,474
Social security costs	214,080	195,883	179,413	162,871
Contribution to defined contribution pension schemes	114,965	116,832	102,656	106,015
	<u>3,122,796</u>	<u>2,986,795</u>	<u>2,516,264</u>	<u>2,349,360</u>

During the year, there was a total of £Nil redundancy payments (2020: £20,607) and a total of £Nil severance payments (2020: £8,786).

The average number of persons employed by the Charity during the year was as follows:

	Group 2021 No.	<i>Group 2020 No.</i>
Clinical and domiciliary	61	67
Fundraising	14	16
Commercial trading operations	38	42
Administration and maintenance	14	19
	<u>127</u>	<u>144</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2021 No.	<i>Group 2020 No.</i>
In the band £60,001 - £70,000	1	1

Total remuneration of the directors and personnel considered to be key management of the group was £372,584 in 2020. There has been a change in the key management in the year and total remuneration was £287,455 (2020 comparative: £273,246).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

13. Tangible fixed assets

Group

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2021	5,000	5,052,139	131,679	1,414,710	32,226	6,635,754
Additions	-	-	-	44,028	296,971	340,999
Disposals	-	-	(34,004)	(59,979)	-	(93,983)
At 31 December 2021	<u>5,000</u>	<u>5,052,139</u>	<u>97,675</u>	<u>1,398,759</u>	<u>329,197</u>	<u>6,882,770</u>
Depreciation						
At 1 January 2021	-	1,516,540	100,117	970,277	-	2,586,934
Charge for the year	-	175,054	9,597	123,456	-	308,107
On disposals	-	-	(34,004)	(59,237)	-	(93,241)
At 31 December 2021	<u>-</u>	<u>1,691,594</u>	<u>75,710</u>	<u>1,034,496</u>	<u>-</u>	<u>2,801,800</u>
Net book value						
At 31 December 2021	<u>5,000</u>	<u>3,360,545</u>	<u>21,965</u>	<u>364,263</u>	<u>329,197</u>	<u>4,080,970</u>
At 31 December 2020	<u>5,000</u>	<u>3,535,599</u>	<u>31,562</u>	<u>444,433</u>	<u>32,226</u>	<u>4,048,820</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Leasehold property & improvements £	Motor vehicles £	Plant, Fixtures and Equipment £	Assets under construction £	Total £
Cost or valuation						
At 1 January 2021	5,000	5,052,139	47,987	1,026,562	32,226	6,163,914
Additions	-	-	-	41,316	296,971	338,287
Disposals	-	-	-	(13,239)	-	(13,239)
At 31 December 2021	<u>5,000</u>	<u>5,052,139</u>	<u>47,987</u>	<u>1,054,639</u>	<u>329,197</u>	<u>6,488,962</u>
Depreciation						
At 1 January 2021	-	1,516,540	16,425	780,730	-	2,313,695
Charge for the year	-	175,054	9,597	84,585	-	269,236
On disposals	-	-	-	(13,239)	-	(13,239)
At 31 December 2021	<u>-</u>	<u>1,691,594</u>	<u>26,022</u>	<u>852,076</u>	<u>-</u>	<u>2,569,692</u>
Net book value						
At 31 December 2021	<u>5,000</u>	<u>3,360,545</u>	<u>21,965</u>	<u>202,563</u>	<u>329,197</u>	<u>3,919,270</u>
At 31 December 2020	<u>5,000</u>	<u>3,535,599</u>	<u>31,562</u>	<u>245,832</u>	<u>32,226</u>	<u>3,850,219</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

14. Fixed asset investments

Group	Listed Investments £
Cost or valuation	
At 1 January 2021	1,266,345
Additions	274,904
Disposals	(270,150)
Revaluations	150,931
At 31 December 2021	<u>1,422,030</u>
Net book value	
At 31 December 2021	<u>1,422,030</u>
<i>At 31 December 2020</i>	<u>1,266,345</u>
	Listed Investments £
Charity	
Cost or valuation	
At 1 January 2021	1,266,345
Additions	274,904
Disposals	(270,150)
Revaluations	150,931
At 31 December 2021	<u>1,422,030</u>
Net book value	
At 31 December 2021	<u>1,422,030</u>
<i>At 31 December 2020</i>	<u>1,266,345</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

15. Stocks

	Group 2021 £	<i>Group 2020 £</i>	Charity 2021 £	<i>Charity 2020 £</i>
Finished goods and goods for resale	20,559	<i>19,306</i>	3,517	<i>4,936</i>

16. Debtors

	Group 2021 £	<i>Group 2020 £</i>	Charity 2021 £	<i>Charity 2020 £</i>
Due within one year				
Trade debtors	31,891	<i>95,073</i>	31,891	<i>95,073</i>
Amounts owed by group undertakings	-	<i>-</i>	1,205,672	<i>1,132,600</i>
Other debtors	452,922	<i>112,509</i>	447,487	<i>80,668</i>
Prepayments and accrued income	80,519	<i>76,749</i>	41,061	<i>40,838</i>
Tax recoverable	37,550	<i>74,753</i>	37,550	<i>74,753</i>
	602,882	<i>359,084</i>	1,763,661	<i>1,423,932</i>

17. Creditors: Amounts falling due within one year

	Group 2021 £	<i>Group 2020 £</i>	Charity 2021 £	<i>Charity 2020 £</i>
Payments received on account	188,892	<i>175,871</i>	106,722	<i>77,876</i>
Trade creditors	149,604	<i>73,272</i>	104,916	<i>36,536</i>
Other taxation and social security	57,750	<i>62,137</i>	57,750	<i>62,137</i>
Other creditors	30,337	<i>34,630</i>	28,433	<i>32,726</i>
Accruals and deferred income	125,431	<i>124,569</i>	54,727	<i>71,396</i>
	552,014	<i>470,479</i>	352,548	<i>280,671</i>

Payments on account relate to Lottery stakes received in advance and funds raised for overseas challenges planned for 2022. These are released in full to the profit and loss account as and when players are entered into the weekly cash prize draw and the overseas challenges take place.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Group 2021 £	<i>Group 2020 £</i>	Charlty 2021 £	<i>Charity 2020 £</i>
Grants received In advance				
Deferred income at 1 January 2021	-	330,000	-	330,000
Amounts released from previous periods	-	(330,000)	-	(330,000)
	-	-	-	-

Prior year deferred income represents grants received in advance towards Phase 2 of the redevelopment project released during the current year.

18. Deferred taxation

	2021 £	2020 £
Group and Charlty		
At the beginning of the year	-	10,804
Other movements	-	(10,804)
	-	-

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

19. Provisions

Group

	Pension provision £
At 1 January 2021	10,645
	<hr/>
At 31 December 2021	10,645
	<hr/> <hr/>

Charity

	Pension provision £
At 1 January 2021	10,645
	<hr/>
At 31 December 2021	10,645
	<hr/> <hr/>

Pension Provision

The calculation of the cost of the early retirement is based on the capital cost of providing enhanced pensions with allowance for future investment returns in excess of price inflation.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

20. Statement of funds

Statement of funds - current year

	Balance at 1 January 2021 £	Income £	Expenditure £	Transfers In/out £	Gains/ (Losses) £	Balance at 31 December 2021 £
Unrestricted funds						
Designated funds						
Tangible fixed assets	2,370,792	-	-	(194,671)	-	2,176,121
Property maintenance and repair	100,000	-	-	-	-	100,000
Subsidiaries - tangible fixed assets	198,601	-	-	(36,901)	-	161,700
Modernisation Fund	432,549	445,349	-	(296,971)	-	580,927
	<u>3,101,942</u>	<u>445,349</u>	<u>-</u>	<u>(528,543)</u>	<u>-</u>	<u>3,018,748</u>
General funds						
Charity Funds	2,304,007	4,778,485	(4,694,211)	528,543	150,931	3,067,755
Total Unrestricted funds	<u>5,405,949</u>	<u>5,223,834</u>	<u>(4,694,211)</u>	<u>-</u>	<u>150,931</u>	<u>6,086,503</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

20. Statement of funds (continued)

Restricted funds						
Hospice Property Fund	1,097,343	-	(56,304)	-	-	1,041,039
Welsh Assembly Grant - capital	200,805	-	(22,672)	-	-	178,133
Staff Fund	280	-	-	-	-	280
Capital Development Funds	543,069	-	(19,092)	-	-	523,977
Children in Need	-	40,000	(40,000)	-	-	-
Awyr Las	8,975	-	(5,939)	-	-	3,036
Sundry Restricted Funds (<£5k)	5,060	12,564	(11,229)	-	-	6,395
The Moondance Foundation	-	28,749	(28,749)	-	-	-
The Albert Hunt Trust	-	10,000	-	-	-	10,000
Screwfix Foundation	-	5,000	-	-	-	5,000
DTCC Corporate Donation	-	5,000	-	-	-	5,000
The Gwendoline & Margaret Davies Charitable Trust	-	5,000	(5,000)	-	-	-
The Cadbury Foundation	-	5,000	(5,000)	-	-	-
	<u>1,855,532</u>	<u>111,313</u>	<u>(193,985)</u>	<u>-</u>	<u>-</u>	<u>1,772,860</u>
Total of funds	<u><u>7,261,481</u></u>	<u><u>5,335,147</u></u>	<u><u>(4,888,196)</u></u>	<u><u>-</u></u>	<u><u>150,931</u></u>	<u><u>7,859,363</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

20. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 December 2020 £</i>
Unrestricted funds						
Designated funds						
Tangible fixed assets	1,931,061	-	-	439,731	-	2,370,792
Property maintenance and repair	100,000	-	-	-	-	100,000
Subsidiaries - tangible fixed assets	223,307	-	-	(24,706)	-	198,601
Modernisation Fund	702,081	-	-	(269,532)	-	432,549
	<u>2,956,449</u>	<u>-</u>	<u>-</u>	<u>145,493</u>	<u>-</u>	<u>3,101,942</u>
General funds						
Charity Funds	2,309,450	4,438,976	(4,364,921)	(145,493)	65,995	2,304,007
Total Unrestricted funds	<u>5,265,899</u>	<u>4,438,976</u>	<u>(4,364,921)</u>	<u>-</u>	<u>65,995</u>	<u>5,405,949</u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

20. Statement of funds (continued)

Restricted funds						
Hospice Property Fund	1,153,647	-	(56,304)	-	-	1,097,343
Welsh Assembly Grant - capital	223,477	-	(22,672)	-	-	200,805
Staff Fund	280	-	-	-	-	280
Capital Development Funds	181,279	-	(18,276)	-	-	163,003
Phase 2 Development Income	-	381,736	(1,670)	-	-	380,066
Children in Need	-	40,000	(40,000)	-	-	-
EOL	-	27,644	(27,644)	-	-	-
Masonic Charitable Fund	-	9,498	(9,498)	-	-	-
Awyr Las	-	8,975	-	-	-	8,975
Hospice UK	-	40,000	(40,000)	-	-	-
Sundry Restricted Funds (<£5k)	-	26,309	(21,249)	-	-	5,060
	<u>1,558,683</u>	<u>534,162</u>	<u>(237,313)</u>	<u>-</u>	<u>-</u>	<u>1,855,532</u>
Total of funds	<u><u>6,824,582</u></u>	<u><u>4,973,138</u></u>	<u><u>(4,602,234)</u></u>	<u><u>-</u></u>	<u><u>65,995</u></u>	<u><u>7,261,481</u></u>

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Restricted Funds

The Hospice Property Fund was set up initially in 1994 from grants received for the construction of the Hospice building. Since 1994 additional grants have been received for refurbishment and improvements of the building and also the building of a new annex. These grants have been fully spent and the value carried forward relates to the value within Fixed Assets – Long Leasehold Property.

The Big Lottery Fund awarded a restricted grant of £300,000 towards the building of a new annex at the Hospice in 2007. Terms and conditions of the grant remain in force for the remaining term of the lease. As this grant has been fully spent the amount carried forward relating to the net book value of the asset has been transferred to the Hospice Property restricted fund above.

Welsh Assembly funding was part of a three year development plan for the Hospice. Grants received relate to specific capital projects. The amount carried forward relates to capital expenditure.

The BBC Children In Need grant is towards salary costs of social workers involved in the Release Project.

For all capital expenditure the amounts carried forward relate to either the net book value of the assets purchased or monies unspent at the year end. If a grant or donation was received towards the capital cost and the monies have been fully spent, then so long as no other restrictions are outstanding, the net book value may be transferred out of restricted funds to unrestricted funds.

Phase 1 fund relates to grants and donations received towards Phase 1 of the redevelopment.

Phase 2 fund relates to grants and donations received towards Phase 2 of the redevelopment including a significant contribution from The Bradbury Foundation.

The Awyr Las donation was specific funding for Music Therapy Sessions.

Sundry restricted funds represent a number of smaller donations (<£5k) received in the year for specific purposes.

The Moondance Foundation fund is towards rehabilitation Salaries, and repairs & maintenance.

The Albert Hunt Trust fund is towards Here to Help Community information points.

Screwfix Foundation fund is towards refurbishment of Inpatient Unit.

The Gwendoline & Margaret Davies Charitable Trust fund is towards running costs of Family Support.

The Cadbury Foundation fund is towards running costs of Rehabilitation Unit.

DTCC fund is towards modernisation of services.

Designated Funds

The property maintenance and repair fund was established in 2005 to provide towards future repair costs.

Tangible fixed assets represents the net book value of tangible fixed assets at 31 December 2021 purchased using unrestricted funds.

The modernisation fund represents the contribution to be made by the Hospice to the modernisation project currently underway

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

General Fund

The General Reserve includes the reserves of the Promotions Company which amount to £43,801 and the reserves of the Lottery Company which amount to £8,149.

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	3,730,140	350,830	4,080,970
Fixed asset investments	-	1,422,030	1,422,030
Current assets	2,919,022	-	2,919,022
Creditors due within one year	(552,014)	-	(552,014)
Provisions for liabilities and charges	(10,645)	-	(10,645)
Total	6,086,503	1,772,860	7,859,363

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Restricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	3,459,633	589,187	4,048,820
Fixed asset investments	-	1,266,345	1,266,345
Current assets	2,427,440	-	2,427,440
Creditors due within one year	(470,479)	-	(470,479)
Provisions for liabilities and charges	(10,645)	-	(10,645)
Total	5,405,949	1,855,532	7,261,481

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2021	<i>Group 2020</i>
	£	£
Net income for the year (as per Statement of Financial Activities)	597,882	436,899
Adjustments for:		
Depreciation charges	308,107	277,506
Dividends, interests and rents from investments	(38,934)	(51,247)
Decrease/(increase) in stocks	(1,253)	26,763
Increase in debtors	(243,798)	(124,446)
Increase/(decrease) in creditors	81,535	(251,684)
(Gain)/loss on disposal of investments	(150,931)	(47,268)
Net cash provided by operating activities	552,608	266,523

23. Analysis of cash and cash equivalents

	Group 2021	<i>Group 2020</i>
	£	£
Cash in hand	2,295,581	2,049,050
Total cash and cash equivalents	2,295,581	2,049,050

24. Analysis of changes in net debt

	At 1 January 2021	Cash flows	At 31 December 2021
	£	£	£
Cash at bank and in hand	2,049,050	246,531	2,295,581
	2,049,050	246,531	2,295,581

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

25. Contingent liabilities

A restricted grant of £300,000 was received in 2007 from the Big Lottery towards the cost of the new annex at the Hospice. The terms and conditions of the grant remain in force for the remaining term of the lease which expires in 2119 and included the requirement to potentially refund the grant if the annex is sold or no longer used for charitable purposes. The land is held under licence from Betsi Cadwaladr University Local Health Board.

26. Pension commitments

The charitable company makes contributions to certain pensions scheme for its employees. One of the schemes for eligible employees is the NHS Superannuation Scheme (a defined contribution scheme). The level of contributions to this scheme is determined annually by the NHS Pensions Agency. The hospice has no further liability beyond the contributions determined. The rate of employer contribution during the year was 14.38% and the charge for the year was £58,287 (2020: £62,450). The amount outstanding relating to this scheme at 31 December 2021 was £7,288 (2020: £9,323) and this was paid in January 2022.

The Hospice also contributes to a group scheme under auto-enrolment with NOW Pensions and to certain participating employees' personal pension plans. The charge for the period was £50,322 (2020: £47,995). The amount outstanding at 31 December 2021 was £12,047 (2020: £12,140) and this was paid in January 2022.

The Hospice also contributes to a private pension for certain participating employees. The charge for the period was £4,073 (2020: £4,135). The amount outstanding at 31 December 2021 was £360 (2020: £365) and this was paid in January 2022.

27. Operating lease commitments

At 31 December 2021 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2021 £	<i>Group</i> <i>2020</i> £	Charity 2021 £	<i>Charity</i> <i>2020</i> £
Not later than 1 year	135,468	149,484	21,049	21,049
Later than 1 year and not later than 5 years	371,341	504,973	44,674	65,723
Later than 5 years	55,250	226,750	-	-
	562,059	881,207	65,723	86,772

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

28. Related party transactions

The Charity has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 December 2021.

NIGHTINGALE HOUSE HOSPICE

England & Wales - Charity number 1035600

Accounts



NIGHTINGALE HOUSE HOSPICE
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONTENTS

Page	Reference and administrative details of the Charity, its Trustees and advisers	1 - 2
	Trustees' report	3 - 11
	Independent auditors' report on the financial statements	12 - 15
	Consolidated statement of financial activities	16
	Consolidated balance sheet	17
	Charity balance sheet	18
	Consolidated statement of cash flows	19
	Notes to the financial statements	20 - 48

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020

<p>Trustees</p> <p>Mrs E Griffiths, Chair Dr N Braid, Vice Chair Mrs A Brebner Mr R Cole Dr J Duguid Mr G Greasley His Honour R P Hughes Mrs J Lowe Mr A Morse Mrs C Varley Mr P R Weston (appointed 19 August 2020)</p>	<p>Company registered number 02906838</p> <p>Charity registered number 1035600</p> <p>Registered office</p> <p>Nightingale House Chester Road Wrexham LL11 2SJ</p>	<p>Key Management Personnel</p> <p>Steve Parry - Chief Executive Officer Tracy Livingstone - Head of Hospice Governance and Education Yvonne Lush - Head of Clinical and Patient Service (Appointed 1 January 2020, Resigned 31 May 2021) Clare Pople - Finance Manager Katie Roberts - Head of Retail Lauren Tilston - Head of Income Generation Christopher Burgoyne - Head of Operations Catherine Hughes - Information Governance Lead/ Data Protection Officer</p>	<p>Independent auditors</p> <p>WR Partners Chartered Accountants Belmont House Shrewsbury Business Park Shrewsbury Shropshire SY2 6LG</p>	<p>Bankers</p> <p>Barclays Bank plc Raymond Court Princes Drive Colwyn Bay LL29 8HT</p>
---	--	---	--	--

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

Solicitors	Gittins McDonald 12 Grovesenor Road Wrexham LL11 1BU DTM Legal Archway House Station Road Chester Cheshire CH1 3DR
Investment Managers	Brewin Dolphin 1 The Avenue Spinningfields Square Manchester M3 3AP

Following an assessment of physical, emotional, social and spiritual needs, services will be delivered by a multi-disciplinary team, trained and competent to meet the needs of all patients, including those with complex, specialist needs.

To provide the highest quality of health care in an appropriate and safe environment and through developing collaborative working partnerships with Health and Social Care providers within the local health economy.

c. Activities undertaken to achieve objectives

- Maintenance of a suitably qualified and experienced multi-disciplinary team
- Corporate and clinical governance monitoring
- Quality assurance audits locally and nationally peer reviewed
- A programme of staff development and training

The strategies employed to achieve the Charity's objectives and to ensure we deliver public benefit are:

To ensure equity of access to hospice for patients and families identified within our organisations' aims and for our staff, volunteers and visitors.

To ensure all services are provided in safe, pleasant and well maintained premises appropriate and fit for purpose in collaboration with other health and social care providers.

To monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

b. Strategies for achieving objectives

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)';

The object of the Charity is to provide services for individuals living within North East Wales and the border areas who are living with a diagnosis of a life limiting illness, and their families, delivered when possible in the location of their choice and always within the resources available to Nightingale House Hospice.

a. Policies and objectives

Objectives and activities

The Trustees present their Annual Report together with the audited financial statements of the Nightingale House Hospice for the year from year 1 January 2020 to 31 December 2020. The Annual Report serves the purposes of both a Trustees' Report and a Directors' Report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the second edition Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (October 2019).

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

According to the Memorandum and Articles of Association, the trustees have the power to invest such part of the funds as they may see fit. Current funds are invested to generate income and capital growth with diversified risk. The portfolio therefore comprises of cash and fixed interest investments and global equities. Funds are managed by Brewin Dolphin under their Income and Growth Return Category. This category is well diversified by asset class. The portfolio will be generally measured against the APCIMS Balanced Index but will be managed to our individual needs.

Interest and dividend income of £31K (2019: £45K) earned in the year was reinvested in the portfolio. It is the policy of the Board to invest reserves where possible in order to augment income and offset inflationary trends. Funds are invested so as to generate income and capital growth within a "Balanced" benchmark and a low Risk Category of 6. Following the market downturn in early 2020 there was a recovery towards the year end which has restored value to our investment portfolio.

c. Investment policy and performance

The Hospice met its objective of providing a comprehensive range of quality services to its patients free at the point of delivery. Whilst the Covid-19 pandemic severely disrupted the country, our inpatient unit and all other services continued to operate throughout the year albeit with some reductions in Day Services activities. Some consultations continued by the utilisation of modern technology.

b. Review of activities

A key objective is to optimise hospice expenditure on Patient Care & Family Support, which in 2020 was £2.48M (2019 £2.45M).

a. Key performance indicators

Achievements and performance

Strategic report

The Trustees have given due consideration to the Charity Commission's guidance on public benefit when reviewing the objectives and in deciding what activities the Charity undertakes. The Trustees are satisfied that the achievements and planned activities contribute to the objectives they have set.

Monitor standards of patient and family care and establish a programme of continual review and improvement in line with local, regional and national specialist palliative care strategies and standards.

e. Main activities undertaken to further the Charity's purposes for the public benefit

The charity is dependent on the help of approximately 500 active volunteers who provide incredible levels of support. Volunteers assist in all areas of the hospice and in all supportive services across income generation and are a very important part of the organisation.

d. Volunteers

Objectives and activities (continued)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

The Charity reported a positive income for the year before movement in investment assets of £371k. Positive movements in the stock market valuations resulted in a net gain on our investment of £66k which in turn created an overall surplus of £437k at year end.

Fixed Asset Investments held at 31 December 2020 were valued at £1.27 million which was broadly in line with the 2019 value. The figure includes income of £31k which was reinvested in the fund.

Total Income for 2020 of £5.0 million was up £92k on the amount in 2019, equivalent to 1.9%.

Result for the Year

General reserves	£5,405,949
Less designated funds:	
Tangible fixed assets	
Hospice	£2,370,792
Subsidiaries	£ 198,601
Property maintenance and repair	£ 100,000
Modernisation fund for planned development	£ 432,549
Contingency fund - 6 months running costs	£ 1,555,852
	£ 748,155

These unrestricted reserves have been designated as follows:

At the year end the total funds are £7,261,481 (2019: £6,824,582) of which £1,855,532 (2019: £1,558,683) are restricted funds, consisting primarily of fixed assets, and £5,405,949 (2019: £5,265,899) relate to unrestricted reserves.

It is the policy of the Board to maintain free cash/quasi cash reserves at a minimum level equating to 6 months expenditure in order to ensure continuity of service in view of variable receipts, funding levels and the uncertain times we are operating in.

b. Reserves policy

After making appropriate enquiries and weathering the financial storm that beset most UK businesses in 2020, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

a. Going concern

Financial review

Strategic report (continued)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
 (A company limited by guarantee)

The Covid 19 Pandemic has hit the UK and Nightingale House Hospice, like many other charities and businesses throughout the UK, have seen their income streams decimated. It was originally anticipated in early 2020 that the projected loss for the Hospice could have been circa £1m for the year ended December 2020. However, funding support received from the Welsh Government, the Furlough Scheme, Business Rates linked Grants from the local authority, coupled with innovative fundraising initiatives have meant that there was no shortfall during the year. 2021 will continue to be a challenge with a projected shortfall of circa £500k and every effort will be made to mitigate losses at this level. The Trustees and Executive Management Team have always been prudent with regards financial management and it is anticipated that this economic storm will continue to be weathered. If Government funding or support is not continued and difficult trading conditions continue, then the services offered will be reviewed and realigned within budgets available.

The Trustees have assessed the major risks to which the Charity and the Group is exposed, in particular those related to the operations and finances of the Charity and the Group, and are satisfied that systems and procedures are in place to manage our exposure to the major risks.

Primary risks involve a failure to set a budget which is both achievable and ensures that the objectives of the Charity are met, a failure to accurately report the ongoing financial performance of the Charity in a timely fashion, reserves being jeopardised by poor cash management and investment losses due to unforeseen severe market conditions, and financial loss caused by fraud or theft.

c. Principal risks and uncertainties

Nightingale House Promotions Limited made a loss of £151k for the year. Retail trading conditions are difficult and turnover was down 39% on 2019 to £820k. Gross profit percentage has fallen in the year to 27%.

The Nightingale House Lottery Limited achieved a net profit of £585k compared to £559k in 2019. The profits were gifted to the charity under the Gift Aid scheme.

Subsidiary Companies:

Group net assets stand at £7.26m which is an increase of £437k compared to 2019. Cash held as working capital at the year end was £2.05 million.

During 2020 our total charitable expenditure was at £3.11 million equivalent to 68% of total expenditure.

Results for the Year (continued)

The average number of employees during the year was 144, which is 13 down on the level in 2019 (157). Staff costs fell by 1%.

Expenses reduced by £75k in the year to £4.6 million – equivalent to 1.6%. Staff costs equate to 65% of the total expenditure and general running costs 4%. Fundraising expenses (1%) and depreciation charges (5%) are the other main cost bases.

The charity received £150k during 2020 from the Welsh Government as part of the funding for palliative care in Wales towards NHS core services costs.

The principal funding sources for the year aside from the trading subsidiaries were Local Health Board Core funding of £441k, donations of £1,190k, income from fundraising events of £65k and legacies and bequests of £394k.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

Upon being appointed, Trustees are provided with induction training alongside staff and volunteers. Half day Board of Trustees meetings which are held twice a year (held remotely in 2020) provide opportunity for Trustee training updates on regulatory compliance and service developments. Additional information is supplied upon appointment, by means of the New Trustee Folder which is issued to all new Trustees.

c. Policies adopted for the induction and training of Trustees

All Trustees give their time voluntarily and receive no benefits from the charity. Trustees are elected for a period of three years. Prior to the annual general meeting the trustees nearing the end of their term are asked whether they wish to continue for a further period of three years. Those willing are reappointed at the annual general meeting. The minimum number of trustees shall not be less than five.

As set out in the Articles of Association no person shall be appointed a trustee unless they have attained the age of 18 years and been recommended by the trustees not less than fourteen nor more than thirty five days before the date appointed for the general meeting. Trustees nominated are representative of the skills and experience needed by the Trustee Board to ensure a balance of professional expertise. In accordance with the Articles of Association any Trustee appointed outside of this time period can only hold office to the following general meeting at which they have to stand for election.

b. Methods of appointment or election of Trustees

The Charity and the Group is registered as a charitable (private) company limited by guarantee and was set up by a Memorandum of Association on 4 March 1994. The company was incorporated in Wrexham, UK. The Charity and the Group is constituted under a Memorandum of Association dated 4 March 1994 and is a registered charity (number 10355600). Each member undertakes to contribute a maximum of £10 to the Charity's assets should it be wound up.

a. Constitution

Structure, governance and management

The principal sources of funding in the year have been Fundraising (which includes Events and Donations), followed by Statutory Income, Lottery Income, Gifts in Wills and Gift Aid.

e. Principal funding

The primary financial risk management objectives and policies centre on robust budgetary control and financial reporting, a robust reserves, cash management and investment policy, and a strong anti fraud and error infrastructure.

d. Financial risk management objectives and policies

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

- The Strategic Plan for the hospice from 2018 – 2023 includes:
- Development of outreach services within the community
- Increasing the number of individuals able to access hospice services
- Exploring continuing health care provision
- Developing community support
- Enhanced provision of education

Hospice 5 Year Strategic Plan (2018 – 2023)

Plans for future periods

Trustee indemnity insurance is in place for the Trustees.

h. Trustees' indemnities

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

g. Financial risk management

The Charity has two subsidiaries Nightingale House Lottery Limited and Nightingale House Promotions Limited. Nightingale House Lottery Limited administers a weekly lottery in Wrexham and surrounding areas and other raffles. Nightingale House Promotions Limited operates the charity shops, cafes, e-commerce and sale of merchandise.

f. Related party relationships

The remuneration of senior staff is based on market rates and is reviewed annually by the Trustees.

e. Pay policy for key management personnel

- Strategy (meet every six months)
- Clinical
- Finance
- Human Resources
- Income Generation
- Retail

The organisation is commonly known as Nightingale House Hospice and is governed by a Board of Trustees which is responsible for setting the strategic direction of the organisation and for establishing policy. The Board meets quarterly, as do other committees which cover:

d. Organisational structure and decision making

Structure, governance and management (continued)

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

We also review annually the personal data we hold regarding our supporters to ensure that, where possible, the data is accurate, up to date and not retained longer than necessary.

Our Privacy Policy (<https://www.nightingalehouse.co.uk/privacy-policy/>) includes the use of personal data for Fundraising purposes. This Policy also includes details of the hospice's Data Protection Officer should individuals have any concerns regarding the use of their data. All Fundraising documentation i.e. gift aid forms, flyers, registration forms, standard letters, etc. contain a link to the Privacy Policy and instructions of how to opt out of future communication.

All activities of Lottery canvassers are monitored – dates worked, locations attended, sales made. All Lottery sales are followed up by the Nightingale House Lottery Team to ensure quality standards are maintained. No Lottery complaints were received during 2020 (Nil in 2019 too).

We comply with the Code of Fundraising Practice issued by the Fundraising Regulator. The Lottery canvassers are issued with guidelines laid out by Nightingale House and they also must abide by the Gambling Commission regulations.

All fundraising activities are completed by the Nightingale House Fundraising Team apart from the sale of Lottery entries where 2 part time, self employed canvassers are employed.

Information on fundraising practices

Hospice staff continued to provide support and education in palliative care to staff of the Health Board and local care homes.

The established day services which commenced during 2019 in both Chirk and Mold Community Hospitals underwent a review in 2020. This review resulted in a significant redesign in terms of purpose, model and mode of delivery. As a result, during 2021, Nightingale House Information Points will be set up in a number of venues across our catchment area. Volunteers have been recruited to help with the delivery of this new initiative.

The Hospice continued with the Outreach Project for patients diagnosed with end stage heart failure. This project involves holding clinics and drop-in patient engagement groups at the hospice with further clinics held in the community.

Outreach Projects

The premises modernisation programme commenced in May 2019 and concluded in July 2020 (original completion date was scheduled for Spring 2020 but was delayed due to the Covid 19 pandemic). This has been funded through Hospice reserves, charitable trusts and corporate support and throughout 2019, and early 2020, the hospice sought to maximise funding support for this major project.

Following a full review of the delivery of all clinical services in 2018 the decision was taken to carry out an extensive modernisation of the existing hospice premises to ensure that patient services are delivered in the best possible environment for the next 20 to 25 years.

Clinical

Plans for future periods (continued)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

As stated earlier in this report (under subsidiary companies) Nightingale House Promotions Limited made a loss of £151k for the year.

The performance of all our retail premises have been severely impacted by the lockdowns experienced during the year and into 2021. Most retail staff were placed on Furlough during these lockdown periods.

In late 2019 the decision was made to close the Flint shop in January 2020 as it was not contributing the level of income expected. The Lease was eventually terminated in March 2020. In August 2020 our Shotton store was also closed as ongoing viability was in doubt.

A new shop and donation station was opened in Borras, Wrexham in August 2020 and this premises is, as expected, proving to be an excellent drop off point for donations from our supporters.

The ongoing performance of all our retail outlets will be closely monitored. There are no plans in place for any new retail premises with the exception of Llangollen should a suitable premises be found.

A new retail model was introduced during 2020 which focuses on the shops being self sufficient in sourcing donated stock and this has resulted in a reduction in central overheads. The initiative incorporated the closure of a substantial Distribution Centre in November 2020 and this was replaced with a significantly smaller unmanned storage unit.

Plans to develop and streamline our e-commerce offering have been implemented.

Retail

There were no funds held as custodian.

Funds held as custodian

- Legal
- Open
- Honest
- Respectful

The fundamental principles upon which the Charity carries out Fundraising activities are as follows:

- Future fundraising plans include:
- New fundraising events to increase community support / involvement
- Designated resource to build relationships with corporate supporters / donors
- Development of overseas challenge events
- Development of on line giving facilities

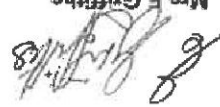
Plans for future periods (continued)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

Date: 16 June 2021

Mrs E Griffiths
Chair of Trustees



Approved by order of the members of the board of Trustees and signed on their behalf by:

The auditors, WR Partners, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Auditors

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable groups' auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable groups' auditors are aware of that information.

Disclosure of information to auditors

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the position of the Group and the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

The Trustees (who are also the Directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report including the Strategic Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Statement of Trustees' responsibilities

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Groups or the parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Conclusions relating to going concern

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis for opinion

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2020 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion

We have audited the financial statements of Nightingale House Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

Matters on which we are required to report by exception

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

In our opinion, based on the work undertaken in the course of the audit:

Opinion on other matters prescribed by the Companies Act 2006

We have nothing to report in this regard.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

The Trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Other information

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they considered there was susceptibility to fraud. Based on our understanding our procedures involved enquiries of management and those charged with governance, manual journal entry testing, cashbook reviews for large and unusual items and the challenge of significant accounting estimates used in preparing the financial statements.

We understood how the Charity are complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures. We also reviewed board minutes to identify any recorded instances of irregularity or non compliance that might have a material impact on the financial statements.

The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are those that relate to the reporting framework (Charities SORP (FRS 102)), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Auditors' responsibilities for the audit of the financial statements

In preparing the financial statements, the Trustees are responsible for assessing the Groups and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibilities of trustees

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

Date: 28th September 2021

Andrew Malpass BSC FCA (Senior statutory auditor)
for and on behalf of
WR Partners
Chartered Accountants
Statutory Auditors
Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG



This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Use of our report

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NIGHTINGALE HOUSE HOSPICE
(CONTINUED)

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)**
FOR THE YEAR ENDED 31 DECEMBER 2020

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020	Total funds 2019
Income from:				
4 Donations and legacies	2,262,482	494,162	2,756,644	1,951,826
5 Charitable activities	186,824	40,000	226,824	214,515
6 Other trading activities	1,938,423	-	1,938,423	2,651,139
7 Investments	51,247	-	51,247	63,400
Total income	4,438,976	534,162	4,973,138	4,880,880
Expenditure on:				
8 Raising funds	1,490,530	-	1,490,530	1,721,391
Charitable activities	2,874,391	237,313	3,111,704	2,955,521
Total expenditure	4,364,921	237,313	4,602,234	4,676,912
Net gains on investments	65,995	-	65,995	216,272
Net movement in funds	140,050	296,849	436,899	420,240
Reconciliation of funds:				
Total funds brought forward	5,265,899	1,558,683	6,824,582	6,404,342
Net movement in funds	140,050	296,849	436,899	420,240
Total funds carried forward	5,405,949	1,855,532	7,261,481	6,824,582

The Consolidated statement of financial activities includes all gains and losses recognised in the year.
The notes on pages 20 to 48 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
 (A company limited by guarantee)
 REGISTERED NUMBER: 02906838

CONSOLIDATED BALANCE SHEET
 AS AT 31 DECEMBER 2020


	2020	2019
Fixed assets		
Tangible assets	4,048,820	3,715,817
Investments	1,266,345	1,188,253
Current assets		
Stocks	19,306	46,069
Debtors	359,084	234,638
Cash at bank and in hand	2,049,050	2,372,613
	<u>2,427,440</u>	<u>2,653,320</u>
Creditors: amounts falling due within one year	(470,479)	(711,359)
Net current assets	1,956,961	1,941,961
Total assets less current liabilities	7,272,126	6,846,031
Provisions for liabilities	(10,645)	(21,449)
Net assets excluding pension asset	7,261,481	6,824,582
Total net assets	7,261,481	6,824,582
Charity funds		
Restricted funds	1,855,532	1,558,683
Unrestricted funds	5,405,949	5,265,899
Total funds	7,261,481	6,824,582

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on

16 June 2021 and signed on their behalf by:


 Mr A Morse
 (Trustee)


 Mrs E Griffiths
 (Chair of Trustees)

The notes on pages 20 to 48 form part of these financial statements.

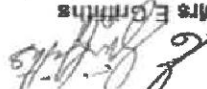
NIGHTINGALE HOUSE HOSPICE
 (A company limited by guarantee)
 REGISTERED NUMBER: 02906838

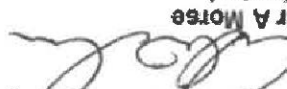
CHARITY STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	2020	2019
Fixed assets		
Tangible assets	3,850,219	3,492,510
Investments	1,266,345	1,188,253
Current assets		
Stocks	4,936	4,720
Debtors	1,423,932	727,303
Cash at bank and in hand	895,622	1,686,328
Creditors: amounts falling due within one year		
	(280,671)	(527,628)
Net current assets	2,043,819	1,890,723
Total assets less current liabilities	7,160,383	6,571,486
Provisions for liabilities	(10,645)	(10,645)
Net assets excluding pension asset	7,149,738	6,560,841
Total net assets	7,149,738	6,560,841
Charity funds		
Restricted funds	1,855,532	1,558,653
Unrestricted funds	5,294,206	5,002,188
Total funds	7,149,738	6,560,841

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 16 June 2021 and signed on their behalf by:


 Mrs E. Griffiths
 (Chair of Trustees)


 Mr A. Morse
 (Trustee)

The notes on pages 20 to 48 form part of these financial statements.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	£	£
Cash flows from operating activities		
Net cash used in operating activities	266,523	638,544
Cash flows from investing activities		
Dividends, interests and rents from investments	51,247	86,150
Proceeds from the sale of tangible fixed assets	1,083	390,565
Purchase of tangible fixed assets	(611,592)	(1,218,791)
Proceeds from sale of investments	352,859	1,222,996
Purchase of investments	(383,683)	(587,631)
Net cash used in investing activities	(590,086)	(106,711)
Change in cash and cash equivalents in the year	(323,563)	531,833
Cash and cash equivalents at the beginning of the year	2,372,613	1,840,780
Cash and cash equivalents at the end of the year	2,049,050	2,372,613
	23	

The notes on pages 20 to 48 form part of these financial statements

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements as explained in the Trustees' Report. The Trustees have also assessed the potential impact on the future operations of the Charity with regard to the Covid-19 outbreak. The Charity is considered to be well positioned given the current environment and the going concern basis of the financial statement is considered appropriate.

2.3 Going concern

The income and expenditure account for the year dealt with in the accounts of the Charity was a surplus of £588,895 (2019: surplus of £354,518).
Act 2006 not to present its own income and expenditure account
The Charity has taken advantage of the exemption contained within section 408 of the Companies

The financial statements consolidate the accounts of Nightingale House Hospice and all of its subsidiary undertakings ('subsidiaries').

2.2 Basis of consolidation

The Group has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

Nightingale House Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements have been prepared in accordance with the second edition Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

2.1 Basis of preparation of financial statements

2. Accounting policies

The Charity is a company limited by guarantee incorporated in England and Wales. The registered address and the members of the company are named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

1. General information

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.4 Income

2. Accounting policies (continued)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

<ul style="list-style-type: none"> - 50 years - Over the shorter of the remaining lease term or remaining lease term useful life of the asset on a straight line basis - Over 5 - 10 years straight line - Over 3-5 years on a straight line basis - Over 3-10 years on a straight line basis - Over 3 years on straight line basis 	<ul style="list-style-type: none"> Freehold property Long-term leasehold property Plant and machinery Motor vehicles Fixtures and fittings Office equipment
---	---

Depreciation is provided on the following bases:

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

2.7 Tangible fixed assets and depreciation

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Interest receivable

All expenditure is inclusive of irrecoverable VAT.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Expenditure on raising funds includes all expenditure incurred to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

2.5 Expenditure

2. Accounting policies (continued)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

2. Accounting policies (continued)

2.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities

Liabilities and provisions are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

The Charity contributes to the National Health Service Pension Scheme (a defined contribution scheme) for those employees who are eligible, a defined contribution group pension plan under auto enrolment and contributes to the personal pension plans of other participating employees. Approximately 50% of the contribution to the NHS pension scheme is reimbursed by the Welsh Government via Betsi Cadwaladr University Health Board.

2.16 Pensions

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.15 Financial instruments

Deferred tax assets and liabilities are discounted. Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse. A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable surpluses from which the future reversal of the underlying timing differences can be deducted. Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

2.14 Deferred taxation

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges. Provisions are recognised when the Group and Charity have an obligation at the reporting date as a result of a past event which it is probable will result in the transfer of economic benefits and the obligation can be estimated reliably.

2.13 Provisions

2. Accounting policies (continued)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

Critical accounting estimates and assumptions:
The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3. Critical accounting estimates and areas of judgment

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.
Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.
Investment income, gains and losses are allocated to the appropriate fund.

2. Accounting policies (continued)
2.17 Fund accounting

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020	Total funds 2019
4. Income from donations and legacies				
Gift Aid on Donations	76,434	-	76,434	96,590
Donations	955,394	26,309	981,703	737,485
GAYE (donations via companies)	2,372	-	2,372	2,497
Challenge Activities	62,462	-	62,462	192,160
Legacies and Bequests	393,510	-	393,510	253,975
Collections	24,801	-	24,801	69,498
Covenants	1,888	-	1,888	1,888
Phase 2 Development Income	-	381,736	381,736	-
Hospice UK	-	40,000	40,000	-
EOL	-	27,644	27,644	-
Amyr Las	-	8,975	8,975	-
Masonic Charitable Fund	-	9,498	9,498	-
Coronavirus Job Retention Scheme	208,884	-	208,884	-
BetsiCadwaladr University LHB - Core funding	440,916	-	440,916	440,916
Gift Aid on Donated Goods	95,821	-	95,821	156,817
Total 2020	2,262,482	494,162	2,756,644	1,951,826
Total 2019	1,685,380	266,446	1,951,826	

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

	Unrestricted funds 2020	Restricted funds 2020	Total funds 2020	Total funds 2019
5. Income from charitable activities				
Children in Need	-	40,000	40,000	40,000
Welsh Assembly Government	149,756	-	149,756	137,447
Betsi Cadwaladr University - NHS Superannuation contribution	34,068	-	34,068	34,068
Betsi Cadwaladr University - temporary residence fees	3,000	-	3,000	3,000
Total 2020	186,824	40,000	226,824	214,515
Total 2019	174,515	40,000	214,515	

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

	Total 2020	Total 2019
6. Income from other trading activities		
Income from non charitable trading activities		
	Unrestricted funds 2020	Unrestricted funds 2019
	£	£
Catering services	34,004	2,353
Fundraising	25,540	198,785
Merchandise	28,089	26,159
Rental	12,000	22,750
Miscellaneous income	45,631	62,513
Campaign income	68,713	97,731
Income from Nighthingale House Promotions	820,291	1,346,867
Income from Nighthingale House Lottery	904,155	893,981
	1,938,423	2,651,139
	1,938,423	2,651,139

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

7. Investment income

	Unrestricted funds 2020	Unrestricted funds 2019
Dividends	31,469	44,580
Bank interest	2,394	8,217
Feed in Tariff	17,384	10,603
Total 2020	51,247	63,400
Total 2019	63,400	63,400

8. Expenditure on raising funds

Other charitable trading expenses

	Unrestricted funds 2020	Unrestricted funds 2019
Nightingale House Hospice - fundraising expenses	61,728	117,884
Nightingale House Promotions - expenses	515,048	571,703
Nightingale House Lottery - expenses	237,327	256,759
Subsidiary companies - staff costs	637,435	729,057
Subsidiary companies - depreciation	38,992	45,988
Total 2020	1,490,530	1,721,391
Total 2019	1,721,391	1,721,391

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9. Analysis of expenditure by activities

	Charitable activities undertaken directly		Support costs		Total
	2020	2019	2020	2019	2020
	£	£	£	£	£
Charitable activities	306,528	2,805,176	3,111,704	2,955,521	3,111,704
Total 2020	306,528	2,805,176	3,111,704	2,955,521	3,111,704
Total 2019	260,804	2,694,717	2,955,521		260,804
Analysis of direct costs					
Travel	723	723	723	5,268	9,340
Ambulance running costs & other Hospice vehicles	7,891	7,891	7,891	21,303	53,314
Educational training	9,518	9,518	9,518	11,669	14,147
Repairs and renewals	83,915	83,915	83,915	113,277	113,277
Insurance	15,117	15,117	15,117	11,980	11,980
Audit and accountancy	13,420	13,420	13,420	20,506	20,506
Legal and professional	132,828	132,828	132,828	27,606	27,606
Equipment lease	27,606	27,606	27,606	15,510	15,510
Bank charges & interest	15,510	15,510	15,510	723	723
Total 2020	306,528	306,528	306,528	260,804	260,804
Total 2019	260,804	260,804	260,804		260,804

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9. Analysis of expenditure by activities (continued)
Analysis of support costs

	Charitable activities 2020 £	Total funds 2020 £	Total funds 2019 £
Staff costs	2,349,360	2,349,360	2,278,984
Depreciation	238,514	238,514	183,496
General running costs	187,758	187,758	205,865
Catering provisions	29,544	29,544	26,372
Total 2020	2,805,176	2,805,176	2,694,717
Total 2019	2,694,717	2,694,717	

10. Auditors' remuneration

	2020 £	2019 £
Fees payable to the Group's auditor for the audit of the Group's annual accounts	12,400	12,000
Accounts preparation and other services	3,200	3,100

	Group 2020 No.	Group 2019 No.
Clinical and domiciliary	44	45
Fundraising	13	12
Commercial trading operations	31	36
Administration and maintenance	13	17
	101	110

The average headcount expressed as full-time equivalents was:

	Group 2020 No.	Group 2019 No.
Clinical and domiciliary	67	75
Fundraising	16	14
Commercial trading operations	42	46
Administration and maintenance	19	22
	144	157

The average number of persons employed by the Charity during the year was as follows:

During the year, there was a total of £20,607 redundancy payments (2019: £Nil) and a total of £8,786 severance payments (2019: £Nil).

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Wages and salaries	2,674,080	2,680,544	2,080,474	2,006,486
Social security costs	195,883	206,024	162,871	164,489
Contribution to defined contribution pension schemes	116,832	121,473	106,015	108,009
	2,986,795	3,008,041	2,349,360	2,278,984

11. Staff costs

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NIGHTINGALE HOUSE HOSPICE
 (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

11. Staff costs (continued)

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group	Group
	2020	2019
	No.	No.
In the band £60,001 - £70,000	1	1

Total remuneration of the directors and personnel considered to be key management of the group was £372,584 (2019: £319,999).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

13. Tangible fixed assets
Group

	Freehold property £	Leasehold property £	Plant and Machinery & Motor Vehicles £	Fixtures and Fittings & Office Equipment £	Total £
Cost or valuation					
At 1 January 2020	5,000	4,575,511	346,247	1,161,614	6,088,372
Additions	-	543,183	899	67,510	611,592
Disposals	-	(73,850)	(2,315)	(21,198)	(97,363)
At 31 December 2020	5,000	5,044,844	344,831	1,207,926	6,602,601
Depreciation					
At 1 January 2020	-	1,441,700	90,520	840,335	2,372,555
Charge for the year	-	149,460	30,893	97,153	277,506
On disposals	-	(73,850)	(2,315)	(20,115)	(96,280)
At 31 December 2020	-	1,517,310	119,098	917,373	2,553,781
Net book value					
At 31 December 2020	5,000	3,527,534	225,733	290,553	4,048,820
At 31 December 2019	5,000	3,133,811	255,727	321,279	3,715,817

		FOR THE YEAR ENDED 31 DECEMBER 2020			
		NOTES TO THE FINANCIAL STATEMENTS			
		(A company limited by guarantee)			
		NIGHTINGALE HOUSE HOSPICE			
13. Tangible fixed assets (continued)					
Charity					
		£	£	£	£
		Freehold property	Leasehold property	Plant and Machinery & Motor Vehicles	Fittings and Office Equipment
		5,000	4,541,182	47,987	985,938
	At 1 January 2020	-	543,183	-	54,123
	Additions	-	-	-	(13,499)
	Disposals	-	-	-	(13,499)
	At 31 December 2020	5,000	5,084,365	47,987	1,026,562
		6,163,914	6,163,914	6,163,914	6,163,914
	Cost or valuation	5,000	4,541,182	47,987	985,938
	At 1 January 2020	-	543,183	-	54,123
	Additions	-	-	-	(13,499)
	Disposals	-	-	-	(13,499)
	At 31 December 2020	5,000	5,084,365	47,987	1,026,562
		5,000	5,084,365	47,987	1,026,562
	Depreciation	-	1,367,080	6,828	713,689
	At 1 January 2020	-	149,460	9,597	79,457
	Charge for the year	-	-	-	(12,416)
	On disposals	-	-	-	-
	At 31 December 2020	-	1,516,540	16,425	780,730
		-	1,516,540	16,425	780,730
	Net book value	5,000	3,567,825	31,562	245,832
	At 31 December 2020	5,000	3,567,825	31,562	245,832
		5,000	3,567,825	31,562	245,832
	At 31 December 2019	5,000	3,174,102	41,159	272,249
		5,000	3,174,102	41,159	272,249
		3,492,510	3,492,510	3,492,510	3,492,510

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Group 2020	Group 2019	Charity 2020	Charity 2019
15. Stocks				
Finished goods and goods for resale	19,306	46,069	4,936	4,720

	Group 2020	Group 2019	Charity 2020	Charity 2019
16. Debtors				
Due within one year				
Trade debtors	95,073	5,107	95,073	5,107
Amounts owed by group undertakings	-	-	1,132,600	535,808
Other debtors	112,509	109,912	80,668	110,080
Prepayments and accrued income	76,749	72,112	40,838	28,801
Tax recoverable	74,753	47,507	74,753	47,507
	359,084	234,638	1,423,932	727,303

	Group 2020	Group 2019	Charity 2020	Charity 2019
17. Creditors: Amounts falling due within one year				
Payments received on account	175,871	124,577	77,876	26,947
Trade creditors	73,272	66,414	36,536	58,840
Other taxation and social security	62,137	52,868	62,137	46,506
Other creditors	34,630	34,397	32,726	32,805
Accruals and deferred income	124,569	433,103	71,396	362,530
	470,479	711,359	280,671	527,628

Payments on account in the main relate to Lottery stakes received in advance. These are released in full to the profit and loss account as and when players are entered into the weekly cash prize draw.

(10,804)	-
(10,804)	-
£	£
Group	Group
2019	2020

Accelerated capital allowances

The deferred tax balance is made up as follows:

10,804	-
-	(10,804)
10,804	10,804
£	£
2019	2020

Group and Charity
At the beginning of the year
Other movements

18. Deferred taxation

Prior year deferred income represents grants received in advance towards Phase 2 of the redevelopment project released during the current year.

330,000	-	330,000	-
-	(330,000)	-	(330,000)
330,000	-	330,000	-
-	330,000	-	330,000
£	£	£	£
Group	Group	Group	Group
2020	2020	2019	2020
Charity	Charity	Charity	Charity
2019	2020	2019	2020

Grants received in advance
Deferred income at 1 January 2020
Resources deferred during the year
Amounts released from previous periods

17. Creditors: Amounts falling due within one year (continued)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

The calculation of the cost of the early retirement is based on the capital cost of providing enhanced pensions with allowance for future investment returns in excess of price inflation. The movement in the period relates solely to the adjustment of the provision.

19. Provisions	
Group	
	At 1 January 2020
Pension provision	10,645
£	10,645
<hr/>	
	At 1 January 2020
Pension provision	10,645
£	10,645
<hr/>	
	Charity
	At 1 January 2020
Pension provision	10,645
£	10,645
<hr/>	
	At 1 January 2020
Pension provision	10,645
£	10,645
<hr/>	
	Pension Provision

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

Statement of funds		Statement of funds - current year				
	Unrestricted funds	Designated funds	Tangible fixed assets	Property maintenance and repair	Subsidiaries - tangible fixed assets	Modemisation Fund
	£	£	£	£	£	£
Balance at 31 December 2020	£	£	£	£	£	£
	Balance at 1 January 2020	Income	Expenditure	Transfers in/out	Gains/ (Losses)	Balance at 31 December 2020
	2,956,449	-	-	145,493	-	3,101,942
General funds	2,309,450	4,438,976	(4,364,921)	(145,493)	65,995	2,304,007
Charity Funds						
Total Unrestricted funds	5,265,899	4,438,976	(4,364,921)	-	65,995	5,405,949
Designated funds	1,931,061	-	-	439,731	-	2,370,792
Tangible fixed assets						
Property maintenance and repair	100,000	-	-	-	-	100,000
Subsidiaries - tangible fixed assets	223,307	-	-	(24,706)	-	198,601
Modemisation Fund	702,081	-	-	(269,532)	-	432,549

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

20. Statement of funds (continued)

Statement of funds - current year (continued)

	Balance at 31 December 2020 £	Gains/ (Losses) £	Transfers in/out £	Income Expenditure £	Balance at 1 January 2020 £
Restricted funds					
Hospice Property Fund	1,097,343	-	-	(56,304)	1,153,647
Wales Assembly	200,805	-	-	(22,672)	223,477
Grant - capital	280	-	-	-	280
Staff Fund	163,003	-	-	(18,276)	181,279
Phase 1 Development Income					
Phase 2 Development Income					
Children in Need	380,066	-	-	(1,670)	381,736
Income					
Development					
Masonic					
Charitable Fund	-	-	-	(9,498)	9,498
Amyr Las	8,975	-	-	-	8,975
Hospice UK	-	-	-	(40,000)	40,000
Sundry Restricted Funds (£5k)	5,060	-	-	(21,249)	26,309
Total of funds	1,855,532	-	-	(237,313)	534,162
	7,261,481	65,995	-	(4,602,234)	4,973,138

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

20. Statement of funds (continued)
Statement of funds - prior year

	Balance at 1 January 2019	Income	Expenditure	Transfers in/out	Gains/ (Losses)	Balance at 31 December 2019
	£	£	£	£	£	£
Unrestricted funds						
Designated funds	1,120,580	-	-	810,481	-	1,931,061
Tangible fixed assets						
Property						
and repair	100,000	-	-	-	-	100,000
Subsidiaries -						
tangible fixed	420,113	-	-	(196,806)	-	223,307
assets						
Modernisation	1,600,000	-	-	(897,919)	-	702,081
Fund						
Designated funds	3,240,693	-	-	(284,244)	-	2,956,449
General funds						
Charity Funds	1,643,243	4,574,434	(4,472,769)	348,270	216,272	2,309,450
Total Unrestricted funds	4,883,936	4,574,434	(4,472,769)	64,026	216,272	5,265,899

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

20. Statement of funds (continued)

Statement of funds - prior year (continued)

	Balance at 31 December 2019 £	Gains/ (Losses) £	Transfers in/out £	Expenditure £	Income £	Balance at 1 January 2019 £
Restricted funds						
Hospice Property Fund	1,209,951	-	-	(56,304)	-	1,209,951
Welsh Assembly Grant - capital	246,149	-	-	(22,672)	-	246,149
Staff Fund	280	-	-	-	-	280
Subsidiaries - Promotions Property Fund	64,026	-	(64,026)	-	-	-
Phase 1 Development Income	-	-	-	(1,523)	-	-
Phase 2 Development Income	-	-	-	-	182,802	-
Income Development	-	-	-	(40,000)	40,000	-
Children in Need EOL	-	-	-	(35,000)	35,000	-
Masonic Charitable Fund	-	-	-	(5,107)	5,107	-
Amyr Las Hospice UK	-	-	-	(5,000)	5,000	-
	-	-	-	(10,537)	10,537	-
Total of funds	6,404,342	-	(64,026)	(4,676,912)	4,880,880	6,404,342
	1,520,406	-	(64,026)	(204,143)	306,446	1,520,406
	1,558,683	-	-	-	306,446	1,558,683
	6,824,582	-	-	(4,676,912)	4,880,880	6,824,582

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)**

Restricted Funds

The Hospice Property Fund was set up initially in 1994 from grants received for the construction of the Hospice building. Since 1994 additional grants have been received for refurbishment and improvements of the building and also the building of a new annex. These grants have been fully spent and the value carried forward relates to the value within Fixed Assets – Long Leasehold Property.

The Big Lottery Fund awarded a restricted grant of £300,000 towards the building of a new annex at the Hospice in 2007. Terms and conditions of the grant remain in force for the remaining term of the lease. As this grant has been fully spent the amount carried forward relating to the net book value of the asset has been transferred to the Hospice Property restricted fund above.

Welsh Assembly funding was part of a three year development plan for the Hospice. Grants received relate to specific capital projects. The amount carried forward relates to capital expenditure.

The BBC Children in Need grant is towards salary costs of social workers involved in the Release Project.

For all capital expenditure the amounts carried forward relate to either the net book value of the assets purchased or monies unspent at the year end. If a grant or donation was received towards the capital cost and the monies have been fully spent, then so long as no other restrictions are outstanding, the net book value may be transferred out of restricted funds to unrestricted funds.

Phase 1 fund relates to grants and donations received towards Phase 1 of the redevelopment.

Phase 2 fund relates to grants and donations received towards Phase 2 of the redevelopment including a significant contribution from The Bradbury Foundation.

The Masonic Charitable Fund income was towards the Meals Matters project.

The Awyr Las donation was specific funding for Music Therapy Sessions.

The Hospice UK Grant relates to income received for the Heart failure project.

Sundry restricted funds represent a number of smaller donations (<£5k) received in the year for specific purposes.

Designated Funds

The property maintenance and repair fund was established in 2005 to provide towards future repair costs.

Tangible fixed assets represents the net book value of tangible fixed assets at 31 December 2020 purchased using unrestricted funds.

The modernisation fund represents the contribution to be made by the Hospice to the modernisation project currently underway

General Fund

The General Reserve includes the reserves of the Promotions Company which amount to £103,594 and the reserves of the Lottery Company which amount to £8,149.

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

21. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	3,459,633	589,187	4,048,820
Fixed asset investments	-	1,266,345	1,266,345
Current assets	2,427,440	-	2,427,440
Creditors due within one year	(470,479)	-	(470,479)
Provisions for liabilities and charges	(10,645)	-	(10,645)
Total	5,405,949	1,855,532	7,261,481

Analysis of net assets between funds - prior period

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	3,097,781	618,036	3,715,817
Fixed asset investments	247,606	940,647	1,188,253
Current assets	2,653,320	-	2,653,320
Creditors due within one year	(711,359)	-	(711,359)
Provisions for liabilities and charges	(21,449)	-	(21,449)
Total	5,265,899	1,558,683	6,824,582

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

22.	Reconciliation of net movement in funds to net cash flow from operating activities			
	Net income for the period (as per Statement of Financial Activities)	436,899		420,240
	Adjustments for:			
	Depreciation charges	277,506		223,969
	Dividends, interests and rents from investments	(51,247)		(86,150)
	Loss/(profit) on the sale of fixed assets	-		(50,463)
	Decrease/(increase) in stocks	26,763		(8,902)
	Increase in debtors	(124,446)		(21,878)
	Increase/(decrease) in creditors	(251,684)		329,797
	(Gain)/loss on disposal of investments	(47,268)		(168,069)
	Net cash provided by operating activities	266,523		638,544
23.	Analysis of cash and cash equivalents			
	Cash in hand	2,049,050		2,372,613
	Total cash and cash equivalents	2,049,050		2,372,613
24.	Analysis of changes in net debt			
	At 1 January 2020	2,372,613		2,372,613
	At 31 December 2020	(323,563)		2,049,050
	Cash flows	(323,563)		2,049,050
	Cash at bank and in hand	2,372,613		2,049,050

The Nightingale House Hospice has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Nightingale House Hospice at 31 December 2020.

28. Related party transactions

	Group	Group	Charity	Charity
	2020	2019	2020	2019
	£	£	£	£
Not later than 1 year	149,484	138,055	21,049	18,474
Later than 1 year and not later than 5 years	504,973	445,882	65,723	84,197
Later than 5 years	226,750	195,825	-	2,575
	881,207	779,762	86,772	105,246

At 31 December 2020 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

27. Operating lease commitments

The Hospice also contributes to a group scheme under auto-enrolment with NOW Pensions and to certain participating employees' personal pension plans. The charge for the period was £47,995 (2019: £44,977). The amount outstanding at 31 December 2020 was £12,140 (2019: £11,046) and this was paid in January 2021.

The charitable company makes contributions to certain pensions scheme for its employees. One of the schemes for eligible employees is the NHS Superannuation Scheme (a defined contribution scheme). The level of contributions to this scheme is determined annually by the NHS Pensions Agency. The hospice has no further liability beyond the contributions determined. The rate of employer contribution during the year was 14.38% and the charge for the year was £62,450 (2019: £74,569). The amount outstanding relating to this scheme at 31 December 2020 was £9,323 (2019: £10,774) and this was paid in January 2021.

26. Pension commitments

A restricted grant of £300,000 was received in 2007 from the Big Lottery towards the cost of the new annex at the Hospice. The terms and conditions of the grant remain in force for the remaining term of the lease which expires in 2119 and included the requirement to potentially refund the grant if the annex is sold or no longer used for charitable purposes. The land is held under licence from Betsi Cadwaladr University Local Health Board.

25. Contingent liabilities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NIGHTINGALE HOUSE HOSPICE
(A company limited by guarantee)

NIGHTINGALE HOUSE HOSPICE
 (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

29. Principal subsidiaries

The following were subsidiary undertakings of the Charity:

Names	Company number	Holding	Included in consolidation
Nightingale House Promotions Limited	02837909	100%	Yes
Nightingale House Lottery Limited	03139714	100%	Yes

The financial results of the subsidiaries for the year were:

Names	Income £	Expenditure £	Profit/(Loss) / Surplus/(Deficit) for the year £	Net assets £
Nightingale House Promotions Limited	968,133	1,119,120	(150,987)	103,596
Nightingale House Lottery Limited	907,713	907,713	-	8,151